

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3298



March 10, 2014

**Advice Letter 4597**

Rasha Prince, Director  
Regulatory Affairs  
Southern California Gas  
555 W. Fifth Street, GT14D6  
Los Angeles, CA 90013-1011

**Subject: Update for Schedule Nos. G-BSS, G-LTS, and G-TBS Pursuant to D.09-11-006.**

Dear Ms. Prince:

Advice Letter 4597 is effective April 1, 2014.

Sincerely,

A handwritten signature in cursive script that reads "Edward F. Randolph".

Edward F. Randolph, Director  
Energy Division



**Rasha Prince**  
Director  
Regulatory Affairs

555 W. Fifth Street, GT14D6  
Los Angeles, CA 90013-1011  
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*rprince@semprautilities.com*

January 30, 2014

Advice No. 4597  
(U 904 G)

Public Utilities Commission of the State of California

**Subject: Update for Schedule Nos. G-BSS, G-LTS, and G-TBS Pursuant to Decision (D.) 09-11-006**

Southern California Gas Company (SoCalGas) hereby submits for filing an update for its tariff Schedule Nos. G-BSS (Basic Storage Service), G-LTS (Long-Term Storage Service), and G-TBS (Transaction Based Storage Service).

### **Purpose**

This compliance filing seeks approval of the California Public Utilities Commission (Commission) to maintain the In-Kind Energy Charge at 2.40% for Schedule Nos. G-BSS, G-LTS, and G-TBS to be effective April 1, 2014.

### **Background**

In D.09-11-006, the Commission approved San Diego Gas & Electric Company's and SoCalGas' 2009 Biennial Cost Allocation Proceeding (BCAP) Phase Two Settlement Agreement (SA).<sup>1</sup> Section II.B.2.G (page 10) of the SA states, "...**The initial injection fuel rate shall be set at 2.4% for the first full storage year under this settlement commencing on April 1, 2010, and shall be adjusted for each subsequent storage year under this settlement on the basis of a three-year rolling average.**" The term "initial injection fuel rate," used in the SA, is synonymous with the term "In-Kind Energy Charge," which has been used in Schedule Nos. G-BSS, G-LTS, and G-TBS.

On December 8, 2009, SoCalGas filed revisions to its tariffs (including Schedule Nos. G-BSS, G-LTS, and G-TBS) with Advice No. (AL) 4047 to comply with Ordering Paragraph 4 of D.09-11-006 to implement and carry out the terms and conditions of the SA and to present the necessary tariff revisions. The revisions to Schedule Nos. G-BSS, G-LTS, and G-TBS, which also reflected the initial In-Kind Energy Charge of 2.40%, were approved by the Energy Division

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<sup>1</sup> Appendix A to D.09-11-006.

on January 19, 2010 and made effective April 1, 2010 for the 2010 storage year (April 1, 2010 through March 31, 2011).

AL 4205, AL 4330, and AL 4454 used the same Commission-approved methodology of a three-year rolling average for the calculation of In-Kind Energy Charges for the 2011, 2012, and 2013 storage years, respectively. AL 4205, AL 4330, and AL 4454 were approved by the Commission on March 17, 2011, March 15, 2012, and March 6, 2013, respectively.

SoCalGas has determined that, on the basis of a three-year rolling average, the In-Kind Energy Charge for the 2014 storage year (April 1, 2014 through March 31, 2015) should remain at 2.40%. The back-up calculations for the In-Kind Energy Charge for the 2014 storage year are shown on Attachment B.

### **Protest**

Anyone may protest this advice letter to the Commission. The protest must state the grounds upon which it is based, including such items as financial and service impact, and should be submitted expeditiously. The protest must be made in writing and received within 20 days of the date this advice letter was filed with the Commission, which is February 19, 2014. There is no restriction on who may file a protest. The address for mailing or delivering a protest to the Commission is:

CPUC Energy Division  
Attention: Tariff Unit  
505 Van Ness Avenue  
San Francisco, CA 94102

Copies of the protest should also be sent via e-mail to the attention of the Energy Division Tariff Unit ([EDTariffUnit@cpuc.ca.gov](mailto:EDTariffUnit@cpuc.ca.gov)). A copy of the protest shall also be sent via both e-mail and facsimile to the address shown below on the same date it is mailed or delivered to the Commission.

Attn: Sid Newsom  
Tariff Manager - GT14D6  
555 West Fifth Street  
Los Angeles, CA 90013-1011  
Facsimile No. (213) 244-4957  
E-Mail: [snewsom@semprautilities.com](mailto:snewsom@semprautilities.com)

### **Effective Date**

SoCalGas believes that this filing is subject to Energy Division disposition, and should be classified as Tier 2 (effective after staff approval) pursuant to GO 96-B. This filing is consistent with D.09-11-006 and therefore SoCalGas respectfully requests that this filing be approved on March 3, 2014, which is thirty (32) calendar days after the date filed, but made effective April 1, 2014 (see the Background section above).

**Notice**

A copy of this advice letter is being sent to the parties listed on Attachment A, which includes parties in the 2009 BCAP, A.08-02-001, and 2013 TCAP, A.11-11-002.

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Rasha Prince  
Director – Regulatory Affairs

Attachments

# CALIFORNIA PUBLIC UTILITIES COMMISSION

## ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)

Company name/CPUC Utility No. **SOUTHERN CALIFORNIA GAS COMPANY (U 904G)**

Utility type:

ELC     GAS  
 PLC     HEAT     WATER

Contact Person: Sid Newsom

Phone #: (213) 244-2846

E-mail: SNewsom@semprautilities.com

### EXPLANATION OF UTILITY TYPE

ELC = Electric    GAS = Gas  
PLC = Pipeline    HEAT = Heat    WATER = Water

(Date Filed/ Received Stamp by CPUC)

Advice Letter (AL) #: 4597

Subject of AL: Update for Schedule Nos. G-BSS, G-LTS, and G-TBS Pursuant to Decision (D.) 09-11-006

Keywords (choose from CPUC listing): Transportation Rates

AL filing type:  Monthly  Quarterly  Annual  One-Time  Other Periodic

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:

D.09-11-006

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL No

Summarize differences between the AL and the prior withdrawn or rejected AL<sup>1</sup>: N/A

Does AL request confidential treatment? If so, provide explanation: No.

Resolution Required?  Yes  No

Tier Designation:  1  2  3

Requested effective date: 4/1/14

No. of tariff sheets: 0

Estimated system annual revenue effect (%): N/A

Estimated system average rate effect (%): N/A

When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).

Tariff schedules affected: \_\_\_\_\_

Service affected and changes proposed<sup>1</sup>: N/A

Pending advice letters that revise the same tariff sheets: None

**Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:**

CPUC, Energy Division  
Attention: Tariff Unit  
505 Van Ness Ave.,  
San Francisco, CA 94102  
[EDTariffUnit@cpuc.ca.gov](mailto:EDTariffUnit@cpuc.ca.gov)

Southern California Gas Company  
Attention: Sid Newsom  
555 West 5<sup>th</sup> Street, GT14D6  
Los Angeles, CA 90013-1011  
[SNewsom@semprautilities.com](mailto:SNewsom@semprautilities.com)  
[tariffs@socalgas.com](mailto:tariffs@socalgas.com)

<sup>1</sup> Discuss in AL if more space is needed.

**ATTACHMENT A**

**Advice No. 4597**

**(See Attached Service List)**

## In-Kind Energy Charge Calculation

2011 - 2013

	<u>Total Storage Fuel Usage</u> (Mcf)		<u>Official Storage Injection Total</u> (Mcf)
3 Yr Total:	7,081,578		287,464,446
In-Kind Energy, % =	$\frac{\text{Fuel}}{\text{(Fuel + Injections)}}$	=	$\frac{7,081,578}{(7,081,578 + 287,464,446)}$
In-Kind Energy Charge for 2014 Storage		=	2.40%