#### PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



June 16, 2015

Advice Letter 4805-G

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

SUBJECT: Schedule No. GT-SWGX – Exchange Wholesale Natural Gas Service – Exchange Rate

Dear Ms. Prince:

Advice Letter 4805-G is effective as of June 1, 2015.

Sincerely,

Edward Randolph

Director, Energy Division

Edward Randoft



Ronald van der Leeden Director Regulatory Affairs

555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011 Tel: 213.244.2009 Fax: 213.244.4957

RvanderLeeden@semprautilities.com

May 8, 2015

Advice No. 4805 (U 904 G)

<u>Subject</u>: Schedule No. GT-SWGX - Exchange Wholesale Natural Gas Service – Exchange Rate

Public Utilities Commission of the State of California

Southern California Gas Company (SoCalGas) hereby submits for filing with the California Public Utilities Commission (Commission) revisions to its Schedule No. GT-SWGX (GT-SWGX), Exchange Wholesale Natural Gas Service applicable to Southwest Gas Corporation (Southwest), as shown on Attachment A.

#### <u>Purpose</u>

This filing revises the rate (Exchange Rate) SoCalGas charges Southwest for exchange transportation service pursuant to GT-SWGX. The Exchange Rate recovers certain exchange fees charged by Pacific Gas and Electric Company (PG&E) to SoCalGas plus SoCalGas' system balancing costs, and applies only to gas quantities delivered to Southwest through delivery points served by PG&E.

#### **Background**

In Decision (D.) 09-10-036 the Commission adopted an exchange contract between SoCalGas and PG&E and a transportation contract between SoCalGas and Southwest. These contracts govern SoCalGas' service to, and rates for, Southwest. Pursuant to that decision, the PG&E exchange fee shall automatically change if the Commission approves modification to any of the tariffed components of the formula used to determine the exchange fee. Whenever either the PG&E exchange fee changes and/or SoCalGas' system balancing cost adder (SBCA) changes, the Exchange Rate between SoCalGas and Southwest also will change as stated in

<sup>&</sup>lt;sup>1</sup> D.09-10-036, mimeo., at 18 (Finding of Fact No. 18).

GT-SWGX and in the transportation contract between SoCalGas and Southwest.<sup>2</sup> On January 21, 2015, the Commission approved SoCalGas' Advice No. 4730, resulting in a change in the SBCA. On April 23, 2015, the Commission approved, as of April 20, 2015, PG&E's Advice 3547-G. This advice filing changed PG&E's transportation rates, which in turn resulted in a new exchange fee charged by PG&E to SoCalGas.

#### Requested Revision

This filing decreases the Exchange Rate in GT-SWGX from 5.883 ¢/therm to 4.364¢/therm, which is the sum of the newly calculated PG&E exchange fee of 4.246¢/therm and the current SoCalGas system balancing cost adder of 0.118¢/therm. Pursuant to the contract between PG&E and SoCalGas adopted in D.09-10-036, the new PG&E exchange fee will be charged to SoCalGas on the first day of the 2<sup>nd</sup> month following Commission approval of the underlying tariff changes.<sup>3</sup> Since the tariff changes were approved as of April 20, 2015, the new exchange fee will become effective on June 1, 2015. Pursuant to the contract between SoCalGas and Southwest adopted in D.09-10-036, the revised Exchange Rate charged by SoCalGas to Southwest becomes effective on the same date.<sup>4</sup>

#### **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 must be received within 20 days of the date of this Advice Letter, which is May 28, 2015. 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 Attn: 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 Energy Division Tariff Unit (<u>EDTariffUnit@cpuc.ca.gov</u>). A copy of the protest should 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.

<sup>2</sup> D.09-10-036, mimeo., Attachment B – Master Services Contract, Schedule A, Intrastate Transmission Service, Section 7.E.4(b).

<sup>3</sup> D.09-10-036, mimeo., Attachment C – Southwest Exchange Gas Delivery Agreement Between PG&E and SoCalGas, Section 5.2.

<sup>&</sup>lt;sup>4</sup> D.09-10-036, mimeo., Attachment B – Master Services Contract, Schedule A, Intrastate Transmission Service, Section 7.E.4(b).

Attn: Sid Newsom Tariff Manager - GT14D6 555 West Fifth Street Los Angeles, CA 90013-1011 Facsimile No. (213) 244-4957

E-mail: <a href="mailto:snewsom@SempraUtilities.com">snewsom@SempraUtilities.com</a>

#### **Effective Date**

SoCalGas believes this Advice Letter is subject to Energy Division disposition and should be classified as Tier 1 (effective pending disposition) pursuant to GO 96-B, Section 7.3.1. SoCalGas respectfully requests the tariff sheets filed herein be effective on June 1, 2015, the date specified in the two Commission-approved contracts governing SoCalGas' service to Southwest.

#### **Notice**

A copy of this advice letter is being sent to SoCalGas' GO 96-B service list and the Commission's service list in A.08-12-006, SoCalGas/PG&E/Southwest Wholesale Transportation and Exchange Agreements.

Address change requests to the GO 96-B should be directed by electronic mail to <a href="mailto:tariffs@socalgas.com">tariffs@socalgas.com</a> or call 213-244-3387. For changes to all other service lists, please contact the Commission's Process Office at 415-703-2021 or by electronic mail at <a href="mailto:process\_office@cpuc.ca.gov">process\_office@cpuc.ca.gov</a>.

Ronald van der Leeden Director – Regulatory Affairs

Attachments

### CALIFORNIA PUBLIC UTILITIES COMMISSION

# ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLE	ETED BY UTILITY (A	ttach additional pages as needed)		
Company name/CPUC Utility No. SOUTHERN CALIFORNIA GAS COMPANY (U 904G)				
Utility type:	Contact Person: Sid Newsom			
$\square$ ELC $\boxtimes$ GAS	Phone #: (213) 2 <u>44</u>	Phone #: (213) 244-2846		
☐ PLC ☐ HEAT ☐ WATER	E-mail: SNewsom@semprautilities.com			
EXPLANATION OF UTILITY TY	YPE	(Date Filed/ Received Stamp by CPUC)		
ELC = Electric GAS = Gas				
PLC = Pipeline HEAT = Heat W	T = Heat WATER = Water			
Advice Letter (AL) #: 4805				
Subject of AL: Schedule No. GT-SWG	X – Exchange Whol	esale Natural Gas Service – Exchange Rate		
3	Ö	· ·		
<b>Keywords (choose from CPUC listing):</b>	Agreements; Cont	racts		
AL filing type:   Monthly   Quarter	ly Annual On	e-Time 🖂 Other Periodic		
If AL filed in compliance with a Commi	•			
D.09-10-036	,			
	ed AL? If so identif	y the prior AL No		
-		drawn or rejected AL¹: N/A		
Summarize unferences between the AL	and the prior with	drawn of rejected AL 10/A		
Does AL request confidential treatmen	t? If so, provide exp	lanation: No		
Resolution Required?   Yes   No		Tier Designation: 🛛 1 🔲 2 🔲 3		
Requested effective date: 6/1/15	Requested effective date: 6/1/15 No. of tariff sheets: 3			
Estimated system annual revenue effect	ct: (%): <u>N/A</u>			
Estimated system average rate effect (9	%): <u>N/A</u>			
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: GT-SWGX, T	ГОСs			
Service affected and changes proposed <sup>1</sup> : N/A				
<u> </u>				
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	S	outhern California Gas Company		
Attention: Tariff Unit		Attention: Sid Newsom		
505 Van Ness Ave.,		55 West 5th Street, GT14D6		
San Francisco, CA 94102		Los Angeles, CA 90013-1011		
EDTariffUnit@cpuc.ca.gov		Newsom@semprautilities.com		
		<u> Cariffs@socalgas.com</u>		

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

## ATTACHMENT A Advice No. 4805

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 51522-G	Schedule No. GT-SWGX, EXCHANGE WHOLESALE NATURAL GAS SERVICE, Sheet 1	Revised 51270-G
Revised 51523-G	TABLE OF CONTENTS	Revised 51520-G
Revised 51524-G	TABLE OF CONTENTS	Revised 51521-G

N CALIFORNIA GAS COMPANY R LOS ANGELES, CALIFORNIA CANCELING R

Revised Revised CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

51522-G 51270-G

#### Schedule No. GT-SWGX EXCHANGE WHOLESALE NATURAL GAS SERVICE

Sheet 1

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#### APPLICABILITY

Applicable for exchange transportation service exchange with Pacific Gas and Electric Company ("PG&E") in order to serve Southwest Gas Corporation's ("Customer") PG&E Points of Delivery located in Customer's service territory in southern California.

#### **TERRITORY**

Delivery points shall be as specified in the executed Master Services Contract, Schedule A, Intrastate Transmission Service, dated December 10, 2008 ("Contract").

#### **RATES**

#### **Exchange Fee Charges**

As specified in the Contract, the Exchange Rate recovers certain exchange fees charged by PG&E to Utility plus Utility's system balancing costs, and applies only to gas quantities delivered through Points of Delivery served by PG&E. Pursuant to the Contract, the Exchange Rate shall automatically change if the Commission approves modification to any of the tariffed components of the formula used to determine the exchange fee.

#### Pisgah Meter Station Charges

As specified in the Contract, Pisgah Meter Station Charges are monthly charges associated with the Pisgah Meter Station Upgrade.

One-Time Lump-Sum True Up Charge .....\$238,523

As specified in the Contract, a one-time lump-sum charge will be paid to enable SoCalGas to recover actual Pisgah Meter Station Upgrade costs during the months before the Pisgah Meter Station Charges are trued up. This charge will cover August 2011 through August 2013.

#### Billing Adjustments

Billing adjustments may be necessary to reflect changes in quantities used in developing prior periods' exchange charges.

Rates may be adjusted to reflect any applicable taxes, franchise or other fees, regulatory surcharges, and interstate or intrastate pipeline charges that may occur.

(Continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 4805
DECISION NO. 09-10-036

ISSUED BY

Lee Schavrien

Senior Vice President

(TO BE INSERTED BY CAL. PUC)

DATE FILED May 8, 2015

EFFECTIVE Jun 1, 2015

RESOLUTION NO.

LOS ANGELES, CALIFORNIA CANCELING Revised

CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

51523-G 51520-G

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(Continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 4805
DECISION NO. 09-10-036

ISSUED BY
Lee Schavrien
Senior Vice President

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{May~8,~2015} \\ \text{EFFECTIVE} & \underline{Jun~1,~2015} \\ \text{RESOLUTION NO.} \end{array}$ 

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The following listed sheets contain all effective Schedules of Rates and Rules affecting service and information relating thereto in effect on the date indicated thereon.

<u>GENERAL</u>	Cal. P.U.C. Sheet No.
Title Page  Table of ContentsGeneral and Preliminary Statement  Table of ContentsService Area Maps and Descriptions	51524-G,51263-G,51264-G
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(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4805 \\ \text{DECISION NO.} & 09\text{-}10\text{-}036 \\ \end{array}$ 

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Senior Vice President

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