PUBLIC UTILITIES COMMISSION 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



August 27, 2015

Advice Letter: 4839-G

Southern California Gas Company Attention: Sid Newsom 555 West Fifth Street, GT14D6 Los Angeles, CA 90013-1011

## SUBJECT: June 2015 Standby Procurement Charges

Dear Mr. Newsom:

Advice Letter 4839-G is effective as of July 21, 2015.

Sincerely,

Edward Randofah

Edward Randolph Director, Energy Division



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

July 21, 2015

Advice No. 4839 (U 904 G)

Public Utilities Commission of the State of California

## Subject: June 2015 Standby Procurement Charges

Southern California Gas Company (SoCalGas) hereby submits for approval by the California Public Utilities Commission (Commission) revisions to its tariff schedules, applicable throughout its service territory, as shown on Attachment A.

## <u>Purpose</u>

This routine monthly filing updates the Standby Procurement Charges in Schedule No. G-IMB for June 2015.

## **Background**

Resolution G-3316, dated May 24, 2001, and Advice No. 4133, filed on July 2, 2010, and effective on August 1, 2010, revised the Schedule No. G-IMB Standby Procurement Charge for negative monthly transportation imbalances that exceed the 10% tolerance band. The Standby Procurement Charges are:

- Calculated at 150% of the highest daily border price index at the Southern California border for the period plus a Brokerage Fee of 0.266¢ per therm for noncore retail service and all wholesale service, and 0.151¢ per therm for core retail service. The highest daily border price index is an average of the highest prices from "NGI's Daily Gas Price Index - Southern California Border Average" and "ICE Daily Indices - SoCal Border."
- 2. Calculated for a period that begins from the first day of the "flow month" (the month that the imbalance is incurred) and ends five days prior to the start of the imbalance trading period.

3. Posted at least one day in advance of the imbalance trading period.

## **Information**

For the "flow month" of June 2015 (covering the period June 1, 2015, to July 20, 2015), the highest daily border price index at the Southern California border is \$0.30595 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.46159 per therm for noncore retail service and all wholesale service, and \$0.46053 per therm for core retail service. The work paper showing details of the calculation of these rates is incorporated herein as 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 of this Advice Letter, which is August 10, 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 Attention: Tariff Unit 505 Van Ness Avenue San Francisco, CA 94102

A copy of the protest should also be sent via e-mail to the attention of the Energy Division Tariff Unit (<u>EDTariffUnit@cpuc.ca.gov</u>). 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

## **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. SoCalGas respectfully requests that the tariff sheets filed herein be made effective July 21, 2015, the date filed, in order to comply with the Resolution G-3316 requirement that the rates be posted at least one day in advance of the start of the imbalance trading period, which is July 25, 2015.

## **Notice**

A copy of this Advice Letter is being sent to SoCalGas' GO 96-B service list. Address change requests to the GO 96-B should be directed by electronic mail to tariffs@socalgas.com or call 213-244-3387.

Ronald van der Leeden 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. SOL	JTHERN CALIFO	RNIA GAS COMPANY (U 904G)	
Utility type:	Contact Person: <u>Si</u>	d Newsom	
$\Box$ ELC $\boxtimes$ GAS	Phone #: (213) 2 <u>44-2846</u>		
PLC HEAT WATER	E-mail: SNewsom	@semprautilities.com	
EXPLANATION OF UTILITY TYPE (Date Filed/ Received Stamp by CPUC)			
ELC = Electric GAS = Gas			
PLC = Pipeline HEAT = Heat V	VATER = Water		
Advice Letter (AL) #: 4839			
Subject of AL: <u>June 2015 Standby Pr</u>	ocurement Charges		
Keywords (choose from CPUC listing):	Preliminary State	ment; Standby Service; Procurement	
AL filing type: 🖂 Monthly 🗌 Quarter	ly 🗌 Annual 🗌 On	e-Time 🗌 Other	
If AL filed in compliance with a Comm _G-3316	ission order, indicat	e relevant Decision/Resolution #:	
	ed AL? If so, identi	fy the prior AL No	
1 0		drawn or rejected AL <sup>1</sup> : N/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: <u>7/21/2015</u>		No. of tariff sheets: <u>4</u>	
Estimated system annual revenue effe	ct: (%): N <u>/A</u>		
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: Preliminary		-	
Service affected and changes proposed <sup>1</sup> : N/A			
Pending advice letters that revise the same tariff sheets: <u>4820, 4823</u>			
Protests and all other correspondence this filing, unless otherwise authorize		are due no later than 20 days after the date of on, and shall be sent to:	
CPUC, Energy Division Southern California Gas Company			
Attention: Tariff Unit		Attention: Sid Newsom	
505 Van Ness Ave., Son Francisco, CA 04102		555 West 5 <sup>th</sup> Street, GT14D6	
San Francisco, CA 94102 EDTariffUnit@cpuc.ca.gov		Los Angeles, CA 90013-1011 SNewsom@semprautilities.com	
2 zurmonnee (put.tu.guv		Cariffs@socalgas.com	

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

## ATTACHMENT A Advice No. 4839

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 51757-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 6	Revised 51730-G
Revised 51758-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 51686-G
Revised 51759-G	TABLE OF CONTENTS	Revised 51744-G
Revised 51760-G	TABLE OF CONTENTS	Revised 51745-G

LOS ANGELES, CALIFORNIA CANCELING Revised

CAL. P.U.C. SHEET NO. 5 CAL. P.U.C. SHEET NO. 5

51757-G 51730-G

PRELIMINARY STATEMENT <u>PART II</u> <u>SUMMARY OF RATES AND CHARGE</u>	<u>.s</u>	Sheet 6
(Continued)		
WHOLESALE (Continued)		
Schedule GT-TLS (ECOGAS)		
GT-12CA, Class-Average Volumetric Rate Option		
Volumetric Charge	1.449¢	
GT-12RS, Reservation Rate Option		
Reservation Rate, per therm per day	0.595¢	
Usage Charge, per therm	0.648¢	
Volumetric Transportation Charge for Non-Bypass Customers	1.667¢	
Volumetric Transportation Charge for Bypass Customers	1.956¢	
PROCUREMENT CHARGE		
Schedule G-CP		
Non-Residential Core Procurement Charge, per therm	32.833¢	
Non-Residential Cross-Over Rate, per therm	32.833¢	
Residential Core Procurement Charge, per therm	32.833¢	
Residential Cross-Over Rate, per therm	32.833¢	
Adjusted Core Procurement Charge, per therm	32.673¢	
IMBALANCE SERVICE		
Standby Procurement Charge		
Core Retail Standby (SP-CR)	11 000 4	
April 2015		
May 2015 June 2015		
	40.035¢	
Noncore Retail Standby (SP-NR) April 2015	44.994¢	
*		
May 2015 June 2015		
Wholesale Standby (SP-W)	40.1 <i>39</i> ¢	
April 2015	11 9910	
May 2015		
June 2015		
Julie 2015	40.1 <i>39¢</i>	

(Continued)

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	Jul 21, 2015	
EFFECTIVE	Jul 21, 2015	
RESOLUTION N	NO. G-3316	

С

С

С

D

#### Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 2

С

С

С

D

#### (Continued)

#### <u>RATES</u>

Imbalance quantities remaining at the end of the designated imbalance trading period and which are outside of the 10% tolerance band will be billed at the Standby Procurement Charge or purchased by the Utility at the Buy-Back Rate. Any Standby Procurement Charge or purchases at the Buy-Back Rate of core imbalances created by the Utility Gas Procurement Department will be managed within the Utility System Operator's Operational Hub Services. Such core imbalances will be disposed of, with the net revenues from the core imbalance charges flowing back through the Noncore Fixed Cost Account (NFCA).

#### Standby Procurement Charge

This charge is applied to customer's cumulative negative transportation imbalance (confirmed transportation deliveries less actual usage) exceeding the 10 percent tolerance band. The Standby Procurement Charge is posted at least one day in advance of each corresponding imbalance trading period for noncore/wholesale and core transport agents (CTAs). It is calculated at 150% of the highest daily border price index at the Southern California border beginning on the first day of the month that the imbalance is created to five days prior to the start of each corresponding imbalance trading period plus a Brokerage Fee of  $0.266\phi$  per therm for noncore retail service and all wholesale service, and  $0.160\phi$  per therm for core retail service. The highest daily border price index is an average of the highest prices from "NGI's Daily Gas Price Index – Southern California Border Average" and "ICE Daily Indices – SoCal Border."

Core Retail Service:	
SP-CR Standby Rate, per therm	
April 2015	44.888¢
May 2015	44.888¢
June 2015	
Noncore Retail Service:	
SP-NR Standby Rate, per therm	
April 2015	44.994¢
May 2015	44.994¢
June 2015	
Wholesale Service:	
SP-W Standby Rate per therm	
April 2015	44.994¢
May 2015	44.994¢
June 2015	

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4839 DECISION NO. 245 (Continued)

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	Jul 21, 2015	
EFFECTIVE	Jul 21, 2015	
RESOLUTION N	NO. G-3316	

### TABLE OF CONTENTS

#### (Continued)

G-AMOP	Residential Advanced Meter Opt-Out Program .	51577-G,51578-G
G-CP	Core Procurement Service 47480-G,	51741-G,51742-G,51711-G,37933-G
GT-F	Firm Intrastate Transportation Service	51046-G,51047-G,49427-G,49428-G
	for Distribution Level Customers	49429-G,49430-G,45308-G,47167-G
		45310-G,45311-G,45312-G,45313-G
GT-I	Interruptible Intrastate Transportation Service	51048-G,51049-G,49432-G
	for Distribution Level Customers	45317-G,47168-G,45319-G,45320-G
GT-TLS	Intrastate Transportation Service for	
UI-ILS	Transmission Level Customers45321-G.	51050 G 51051 G 51052 G 51053 G
		49435-G,49436-G,45329-G,45330-G
		45332-G,47170-G,45334-G,45335-G
		45336-G,45337-G,45338-G,45339-G
GT-SWGX	Wholesale Natural Gas Service	
G-IMB	Transportation Imbalance Service	
0-IMD		51422-G,51154-G,43325-G,47880-G
G-OSD	Off-System Delivery Service4	
G-BTS	Backbone Transportation Service	
0 010		47178-G,47179-G,47180-G,47181-G
		47185-G,50484-G,50485-G,50486-G
G-POOL	Pooling Service	
G-BSS	Basic Storage Service	
0 200		45769-G,45770-G
G-AUC	Auction Storage Service	· · · · · · · · · · · · · · · · · · ·
	e	32712-G,32713-G,36314-G,32715-G
G-LTS	Long-Term Storage Service	
	6 6	45772-G,45773-G
G-TBS	Transaction Based Storage Service	45355-G,43340-G,51224-G,45775-G
	C C	45776-G
G-CBS	UDC Consolidated Billing Service	51155-G,34072-G,34073-G,33095-G
G-SMT	Secondary Market Transactions	
	of Storage Rights	
G-TCA	Transportation Charge Adjustment	51055-G
GO-BCUS	Biogas Conditioning/Upgrade Services	51156-G,51157-G,51158-G,51159-G
		51160-G,51161-G,51162-G,51163-G

(Continued)

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	Jul 21, 2015	
EFFECTIVE	Jul 21, 2015	
<b>RESOLUTION N</b>	NO. G-3316	

### TABLE OF CONTENTS

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.

#### **GENERAL**

Cal. P.U.C. Sheet No.

	409 <i>6</i> 4 <b>C</b>
Title Page        Table of ContentsGeneral and Preliminary Statement	
Table of ContentsCenteral and Tremmary Statement       Table of ContentsService Area Maps and Descriptions	
Table of ContentsService Area Waps and Descriptions	51743-G 51759-G 51717-G
Table of Contents - List of Cities and Communities Served	
Table of Contents - List of Contracts and Deviations	
Table of ContentsRules	
Table of ContentsSample Forms  51497-G,5118	
PRELIMINARY STATEMENT	
Part I General Service Information 45597-G,2433	2-G,24333-G,24334-G,48970-G
Part II Summary of Rates and Charges 51727-G,51728-G,5172	9-G,51024-G,51025-G,51757-G
51685-G,46431-G,46432-G,50855-G,5169	
Part III Cost Allocation and Revenue Requirement	51031-G,50447-G,50448-G
Part IV Income Tax Component of Contributions and Advances	51095-G,24354-G
Part V Balancing Accounts	
Description and Listing of Balancing Accounts	51259-G
Purchased Gas Account (PGA)	
Core Fixed Cost Account (CFCA)	
Noncore Fixed Cost Account (NFCA)	51354-G,51355-G,51356-G
Enhanced Oil Recovery Account (EORA)	49712-G
Noncore Storage Balancing Account (NSBA)	50450-G,50451-G
California Alternate Rates for Energy Account (CAREA)	45882-G,45883-G
Hazardous Substance Cost Recovery Account (HSCRA)	
Gas Cost Rewards and Penalties Account (GCRPA)	
Pension Balancing Account (PBA)	
Post-Retirement Benefits Other Than Pensions Balancing Account	
Research Development and Demonstration Surcharge Account (RD	
Demand Side Management Balancing Account (DSMBA)	
Direct Assistance Program Balancing Account (DAPBA)	
Integrated Transmission Balancing Account (ITBA)	

(Continued)

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	Jul 21, 2015	
EFFECTIVE	Jul 21, 2015	
RESOLUTION N	10. G-3316	

## ATTACHMENT B

## **ADVICE NO. 4839**

# RATE CALCULATION WORK PAPER SCHEDULE NO. G-IMB STANDBY PROCUREMENT CHARGE FILING EFFECTIVE JULY 2015

## **G-IMB Standby Procurement Charge Calculation**

The highest daily border price index is an average of the highest prices from "NGI's Daily Gas Price Index - Southern California Border Average" and "Intercontinental Exchange Daily Indices - SoCal Border."

The highest daily border price index for the period was on July 2, 2015

07/02/15 NGI's Daily Gas Price Index (NDGPI) = \$0.30600 per therm

07/02/15 Intercontinental Exchange Daily Indices (ICEDI) = \$0.30590 per therm

Highest Daily Border Price Index (HDBPI) = (NDGPI + ICE) / 2

HDBPI = \$0.30595 per therm

