#### PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



December 8, 2015

**Advice Letter 4890-G** 

Ronald van der Leeden Director, Regulatory Affairs Southern California Gas 555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011

SUBJECT: Daily Balancing Standby Rates for November 1-9, 2015

Dear Mr. van der Leeden:

Advice Letter 4890-G is effective as of November 10, 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

November 10, 2015

Advice No. 4890 (U 904 G)

Public Utilities Commission of the State of California

**Subject: Daily Balancing Standby Rates for November 1-9, 2015** 

Southern California Gas Company (SoCalGas) hereby submits for filing revisions to its tariff schedules, applicable throughout its service territory, as shown on Attachment A.

#### **Purpose**

This routine filing updates the Daily Balancing Standby Rates for the period of November 1, 2015 through November 9, 2015 in Schedule No. G-IMB, Transportation Imbalance Service, as authorized by the California Public Utilities Commission's (Commission) approval of SoCalGas' Advice Nos. 2651, 2651-A, and 2651-B on December 26, 1997, which were filed in compliance with Decision (D.) 97-11-070, dated November 19, 1997, which modified Capacity Brokering Decision, D.90-09-089, by adopting modifications to SoCalGas' balancing rules.

#### Background

As authorized in Schedule No. G-IMB, customers will be subject to balancing rules during the winter operating period. From November through March, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 50% of burn over a five-day period. As the Utility's total inventory in storage declines to the peak day minimum + 20 Bcf, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 70% of burn daily. As the Utility's total inventory in storage declines to the peak day minimum + 5 Bcf, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 90% of burn daily. Volumes not in compliance with the minimum delivery requirements will be purchased at the daily balancing standby rates described below. Imbalance trading and as-available withdrawal may not be used to offset the minimum delivery requirements. A

complete description of the winter minimum delivery requirements is specified in Rule No. 30, Transportation of Customer-Owned Gas.

The Daily Balancing Standby Rates are calculated as follows:

- 1. During November through March customers are required to deliver (flowing supply and firm storage withdrawal) at a minimum of 50% of burn during a five-day period. Volumes not in compliance with the 50% five-day minimum delivery requirement are purchased at the daily balancing standby rate. The daily balancing standby rate is calculated as 150% of the highest Southern California Border price during the five-day period as published in "NGI's Daily Gas Price Index" including authorized franchise fees and, for retail customers, uncollectible expenses (F&U), and an authorized brokerage fee.
- 2. When the Utility's total inventory in storage declines to the "peak day minimum + 20 Bcf trigger," the minimum daily delivery requirement increases to 70%. The five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's *Daily* Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 70% delivery requirement.
- 3. When the Utility's total inventory in storage declines to the "peak day minimum + 5 Bcf trigger," the minimum delivery requirement increases to 90% daily. Similar to the 70% regime, the five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's *Daily* Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 90% delivery requirement.

As further authorized in Schedule No. G-IMB by the Commission's approval of SoCalGas' Advice No. 3018 on June 6, 2001, the Daily Balancing Standby Rates may be filed weekly to become effective immediately. In any event, the Daily Balancing Standby Rates shall be filed on or before the fifth business day of each month.

#### **Requested Tariff Revisions**

The new rates are reflected in the attached Schedule No. G-IMB tariff sheets. The note at the end of the Daily Balancing Standby Rates section is revised to state that for the days of November 1-9, 2015 the Utility's total inventory in storage was above the "peak day minimum + 20 Bcf trigger," and therefore the five-day period applies. The work paper showing 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 must be

received within 20 days of the date this Advice Letter, which is November 30, 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

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 should also be sent via both e-mail <u>and</u> 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: <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 General Order (GO) 96-B. As authorized in Schedule No. G-IMB, the tariff sheets filed herein are to be effective for service on and after November 10, 2015, which is the date filed, and are to be applicable to the period of November 1, 2015 through November 9, 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 <a href="mailto:tariffs@socalgas.com">tariffs@socalgas.com</a> 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. SOUTHERN CALIFORNIA GAS COMPANY (U 904G)				
Utility type:	ility type: Contact Person: Sid Newsom			
□ ELC ⊠ GAS	Phone #: (213) 244-2846			
☐ PLC ☐ HEAT ☐ WATER		@semprautilities.com		
EXPLANATION OF UTILITY TY	PE.	(Date Filed/ Received Stamp by CPUC)		
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat WATER = Water				
Advice Letter (AL) #: 4890				
Subject of AL: Daily Balancing Stand	— by Rates for Noven	aber 1-9, 2015		
<b>3</b>	•			
<b>Keywords (choose from CPUC listing):</b>	Compliance, Non-	core, Procurement		
AL filing type:  Monthly  Quarterly	y 🗌 Annual 🗌 On	e-Time 🔀 Other <u>Weekly</u>		
If AL filed in compliance with a Commi	ssion order, indicat	e relevant Decision/Resolution #:		
D.97-11-070				
Does AL replace a withdrawn or rejecte	ed AL? If so, identi	fy the prior AL No		
Summarize differences between the AL	and the prior with	drawn or rejected AL¹: N/A		
Does AL request confidential treatment	t? If so, provide exp	lanation: No		
Resolution Required?   Yes   No		Tier Designation: ⊠ 1 □ 2 □ 3		
Requested effective date: <u>11/10/15</u>		No. of tariff sheets: <u>5</u>		
Estimated system annual revenue effect	et: (%): <u>N/A</u>			
Estimated system average rate effect (9	%): <u>N/A</u>			
When rates are affected by AL, include (residential, small commercial, large C/		showing average rate effects on customer classes iting).		
Tariff schedules affected: G-IMB and	ГОСѕ			
Service affected and changes proposed <sup>1</sup> : N/A				
Pending advice letters that revise the same tariff sheets:				
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		outhern California Gas Company		
Attention: Tariff Unit		Attention: Sid Newsom		
505 Van Ness Ave., 555 West 5th Street, GT14D6				
San Francisco, CA 94102 Los Angeles, CA 90013-1011  EDTariffUnit@cpuc.ca.gov SNewsom@semprautilities.com				
22 1 m Cmt - cputchingur		Cariffs@SoCalGas.com		

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

#### ATTACHMENT A Advice No. 4890

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.	
Revised 52035-G	Schedule No. G-IMB, TRANSPORTATION	Revised 51358-G	
Revised 52036-G	IMBALANCE SERVICE, Sheet 4 Schedule No. G-IMB, TRANSPORTATION	Revised 51421-G	
Revised 52037-G	IMBALANCE SERVICE, Sheet 5 Schedule No. G-IMB, TRANSPORTATION	Revised 51422-G	
	IMBALANCE SERVICE, Sheet 6		
Revised 52038-G	TABLE OF CONTENTS	Revised 52033-G	
Revised 52039-G	TABLE OF CONTENTS	Revised 52034-G	

#### LOS ANGELES, CALIFORNIA CANCELING

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE Sheet 4

(Continued)

**RATES** (Continued)

Daily Balancing Standby Rates (Continued)

When the Utility's total inventory in storage declines to the "peak day minimum + 20 Bcf trigger", the minimum daily delivery requirement increases to 70%. The five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's Daily Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 70% delivery requirement. Authorized F&U will not be added to any daily stand-by balancing charge for the Utility Gas Procurement Department to the extent it is collected elsewhere.

When the Utility's total inventory in storage declines to the "peak day minimum + 5 Bcf trigger", the minimum delivery requirement increases to 90% daily. Similar to the 70% regime, the five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's *Daily* Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 90% delivery requirement. Authorized F&U will not be added to any daily stand-by balancing charge for the Utility Gas Procurement Department to the extent it is collected elsewhere.

Daily Balancing Standby Rate, per therm

November 2015	Core Retail	Noncore Retail	Wholesale	Т
<u>Day</u>	<u>DB-CR</u>	<u>DB-NR</u>	<u>DB-W</u>	
1	¢0.21750	ΦΩ 210.64	фО 21 <b>77</b> (	
1	\$0.31758	\$0.31864	\$0.31776	C
2	\$0.31758	\$0.31864	\$0.31776	
3	\$0.32979	\$0.33085	\$0.32994	
4	\$0.31910	\$0.32016	\$0.31928	
5	\$0.34505	\$0.34611	\$0.34516	C
Period 1 High	\$0.34505	\$0.34611	\$0.34516	C
6	\$0.35574	\$0.35680	\$0.35581	C
7	\$0.32979	\$0.33085	\$0.32994	
8	\$0.32979	\$0.33085	\$0.32994	
9	\$0.32979	\$0.33085	\$0.32994	C
10	N/A	N/A	N/A	Т
Period 2 High	N/A	N/A	N/A	$ _{\mathrm{T}}$

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4890 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$ 

4H6

ISSUED BY **Dan Skopec**Vice President

Regulatory Affairs

52036-G 51421-G

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

Sheet 5

(Continued)

**RATES** (Continued)

<u>Daily Balancing Standby Rates</u> (Continued)

Daily Balancing Standby Rate, per therm (Continued)

November 2015 <u>Day</u>	Core Retail <u>DB-CR</u>	Noncore Retail DB-NR	Wholesale <u>DB-W</u>	Т
11	N/A	N/A	N/A	C
12	N/A	N/A	N/A	11
13	N/A	N/A	N/A	l i
14	N/A	N/A	N/A	li
15	N/A	N/A	N/A	C
Period 3 High	N/A	N/A	N/A	C
16	N/A	N/A	N/A	C
17	N/A	N/A	N/A	11
18	N/A	N/A	N/A	11
19	N/A	N/A	N/A	11
20	N/A	N/A	N/A	C
Period 4 High	N/A	N/A	N/A	C
21	N/A	N/A	N/A	C
22	N/A	N/A	N/A	11
23	N/A	N/A	N/A	11
24	N/A	N/A	N/A	11
25	N/A	N/A	N/A	C
Period 5 High	N/A	N/A	N/A	C
26	N/A	N/A	N/A	C
27	N/A	N/A	N/A	
28	N/A	N/A	N/A	11
29	N/A	N/A	N/A	
30	N/A	N/A	N/A	C
Period 6 High	N/A	N/A	N/A	C

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4890 DECISION NO. 97-11-070

5H6

ISSUED BY
Dan Skopec
Vice President
Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Nov 10, 2015 DATE FILED Nov 10, 2015 **EFFECTIVE** RESOLUTION NO.

Revised Revised CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO. 52037-G 51422-G

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

Sheet 6

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(Continued)

RATES (Continued)

Daily Balancing Standby Rates (Continued)

Daily Balancing Standby Rate, per therm (Continued)

Note: For the days of November 1-9, 2015, the Utility's total inventory in storage was above the "peak day minimum + 20 Bcf trigger," and therefore the five-day period applies.

#### **Revision of Rates**

The Standby Procurement Charge and the Buy-Back Rate shall be established effective the last day of each month. The Daily Balancing Standby Rate shall be established on NGI's Daily Gas Price Index. The Utility may file the Daily Balancing Standby Rate weekly to become effective immediately. In any event, the Daily Balancing Standby Rate shall be filed on or before the fifth business day of each month.

#### SPECIAL CONDITIONS

- 1. Definitions of the principal terms used in this rate schedule are contained in Rule No. 1.
- 2. Imbalances of customers other than the Utility Gas Procurement Department or ESPs will be calculated by combining all of a customer's meters served under the same order control code, not by account or individual delivery point. The order control code is used by the Utility to group those facilities identified by the customer for determining the customer's imbalances. In the case of the Utility Gas Procurement Department the applicable Daily Forecast Quantity will be used. In the case of ESPs their applicable Daily Contract Quantity (DCQ) will be used.

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4890 97-11-070 DECISION NO.

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Nov 10, 2015 DATE FILED Nov 10, 2015 **EFFECTIVE** RESOLUTION NO.

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G-CP	Core Procurement Service
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	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 51631-G,51632-G,49432-G
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	Transmission Level Customers45321-G,51633-G,51634-G,51635-G,51053-G
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G-IMB	Transportation Imbalance Service
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G-BSS	Basic Storage Service
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G-LTS	Long-Term Storage Service
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G-TBS	Transaction Based Storage Service
	45776-G
G-CBS	UDC Consolidated Billing Service
G-SMT	Secondary Market Transactions
	of Storage Rights
G-TCA	Transportation Charge Adjustment
GO-BCUS	Biogas Conditioning/Upgrade Services 51156-G,51157-G,51158-G,51159-G
	51160-G,51161-G,51162-G,51163-G

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(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4890 DECISION NO. 97-11-070

2H8

ISSUED BY **Dan Skopec** Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) DATE FILED Nov 10, 2015 Nov 10, 2015 EFFECTIVE RESOLUTION NO.

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#### LOS ANGELES, CALIFORNIA CANCELING

#### 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.

<u>GENERAL</u>	Cal. P.U.C. Sheet No.
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Table of ContentsList of Contracts and Deviations	
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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	
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 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4890 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$ 

ISSUED BY **Dan Skopec**Vice President

Regulatory Affairs

# ATTACHMENT B ADVICE NO. 4890 RATE CALCULATION WORK PAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE NOVEMBER 1-9, 2015

Daily Balancing Standby Rate = 150% x (NGI's Price Index + F&U Charge) + Brokerage Fee
F&U Charge is 1.7638% of NGI's Price Index for Retail and 1.4809% for Wholesale
Brokerage Fee is 0.160 cents for Core Retail; 0.266 cents for Noncore Retail/Wholesale

(All rates are per therm)

November	NGI's	Daily Balancing Standby Rates			
Day	Price Index	Core Retail	Noncore Retail	<b>Wholesale</b>	
4	<b>#0.00700</b>	<b>#0.04750</b>	<b>#</b> 0.04004	<b>00.04770</b>	
1	\$0.20700	\$0.31758	\$0.31864	\$0.31776	
2	\$0.20700	\$0.31758	\$0.31864	\$0.31776	
3	\$0.21500	\$0.32979	\$0.33085	\$0.32994	
4	\$0.20800	\$0.31910	\$0.32016	\$0.31928	
5	\$0.22500	\$0.34505	\$0.34611	\$0.34516	
6	\$0.23200	\$0.35574	\$0.35680	\$0.35581	
7	\$0.21500	\$0.32979	\$0.33085	\$0.32994	
8	\$0.21500	\$0.32979	\$0.33085	\$0.32994	
9	\$0.21500	\$0.32979	\$0.33085	\$0.32994	