PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

January 19, 2016



Advice Letter 4908

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

Subject: November 2015 Standby Procurement Charges

Dear Mr. van der Leeden:

Advice Letter 4908 is effective December 22, 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

December 22, 2015

Advice No. 4908 (U 904 G)

Public Utilities Commission of the State of California

Subject: November 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 in Attachment A.

Purpose

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

- 1. 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 November 2015 (covering the period November 1, 2015, to December 20, 2015), the highest daily border price index at the Southern California border is \$0.24094 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.36407 per therm for noncore retail service and all wholesale service, and \$0.36301 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 January 11, 2016. 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 (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

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 December 22, 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 December 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	THERN CALIFO	RNIA GAS COMPANY (U 904G)	
Utility type:	Contact Person: Si	d Newsom	
☐ ELC	Phone #: (213) 244	-2846	
□ PLC □ HEAT □ WATER		©semprautilities.com	
EXPLANATION OF UTILITY TY	YPE	(Date Filed/ Received Stamp by CPUC)	
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat W	JATFR = Water		
•	VAILR - Water		
Advice Letter (AL) #: 4908			
Subject of AL: November 2015 Standb	y Procurement Cha	ırges	
Keywords (choose from CPUC listing):			
AL filing type: Monthly U Quarter	ly 🔲 Annual 📙 On	e-Time Other	
If AL filed in compliance with a Commi	ission order, indicat	e relevant Decision/Resolution #:	
G-3316			
Does AL replace a withdrawn or rejector	ed AL? If so, identif	fy the prior AL No	
Summarize differences between the AL		• •	
	1	J	
Does AL request confidential treatment? If so, provide explanation: No			
Resolution Required? Yes No Tier Designation: 1 2 3			
Requested effective date: 12/22/2015 No. of tariff sheets: 4			
Estimated system annual revenue effect: (%): N/A			
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 ting).	
Tariff schedules affected: Preliminary	0		
Service affected and changes proposed ¹ : N/A			
Pending advice letters that revise the same tariff sheets: 4893 and 4899			
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	v	outhern California Gas Company	
Attention: Tariff Unit	A	Attention: Sid Newsom	
505 Van Ness Ave.,	5	55 West 5th Street, GT14D6	
San Francisco, CA 94102		Los Angeles, CA 90013-1011	
EDTariffUnit@cpuc.ca.gov		SNewsom@semprautilities.com	
	<u>1</u>	<u> Cariffs@socalgas.com</u>	

 $^{^{\}rm 1}$ Discuss in AL if more space is needed.

ATTACHMENT A Advice No. 4908

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 52173-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 6	Revised 52148-G
Revised 52174-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 51644-G*
Revised 52175-G	TABLE OF CONTENTS	Revised 52162-G
Revised 52176-G	TABLE OF CONTENTS	Revised 52170-G

Revised LOS ANGELES, CALIFORNIA CANCELING Revised CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

52173-G 52148-G

Sheet 6

PRELIMINARY STATEMENT PART II **SUMMARY OF RATES AND CHARGES**

(Continued)

WHOLESALE	(Continued)
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Schedule GT-TLS (ECOGAS)	
GT-12CA, Class-Average Volumetric Rate Option	
Volumetric Charge	1.517¢
GT-12RS, Reservation Rate Option	
Reservation Rate, per therm per day	0.595¢
Usage Charge, per therm	0.716¢
Volumetric Transportation Charge for Non-Bypass Customers	1.745¢
Volumetric Transportation Charge for Bypass Customers	2.048¢

PROCUREMENT CHARGE

Schedule G-CP	
Non-Residential Core Procurement Charge, per therm	32.322¢
Non-Residential Cross-Over Rate, per therm	32.322¢
Residential Core Procurement Charge, per therm	32.322¢
Residential Cross-Over Rate, per therm	32.322¢

IMBALANCE SERVICE

Standby Procurement Charge	
Core Retail Standby (SP-CR)	
September 2015	42.939¢
October 2015	40.059¢
November 2015	36.301¢
Noncore Retail Standby (SP-NR)	
September 2015	43.045¢
October 2015	40.165¢
November 2015	36.407¢
Wholesale Standby (SP-W)	
September 2015	43.045¢
October 2015	40.165¢

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4908 DECISION NO. 6H10

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Dec 22, 2015 DATE FILED Dec 22, 2015 EFFECTIVE RESOLUTION NO. G-3316

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Revised Revised LOS ANGELES, CALIFORNIA CANCELING

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

52174-G 51644-G*

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 2

(Continued)

RATES (Continued)

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¢ per therm for noncore retail service and all wholesale service, and 0.160ϕ 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 S	Service:
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SP-CR Standby Rate, per therm	
September 2015	42.939¢
October 2015	40.059¢
November 2015	36.301¢
Noncore Retail Service:	
SP-NR Standby Rate, per therm	
September 2015	43.045¢
October 2015	40.165¢
November 2015	36.407¢
Wholesale Service:	,
SP-W Standby Rate per therm	
September 2015	43.045¢
October 2015	
November 2015	,

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(Continued)

(TO BE INSERTED BY UTILITY) 4908 ADVICE LETTER NO. DECISION NO. 2H10

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Dec 22, 2015 DATE FILED Dec 22, 2015 EFFECTIVE RESOLUTION NO. G-3316

LOS ANGELES, CALIFORNIA CANCELING

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G-AMOP G-CP GT-F	Residential Advanced Meter Opt-Out Program
GT-I	Interruptible Intrastate Transportation Service
GT-TLS	Intrastate Transportation Service for Transmission Level Customers45321-G,51633-G,51634-G,51635-G,52082-G 52083-G,52084-G,52085-G,52086-G,52087-G 52088-G,52089-G,52090-G,52091-G,45335-G 45336-G,45337-G,45338-G,45339-G
GT-SWGX	Wholesale Natural Gas Service
G-IMB	Transportation Imbalance Service
G-OSD	Off-System Delivery Service47345-G*,47346-G,48315-G,47348-G
G-BTS	Backbone Transportation Service
C DOOL	47182-G,47183-G,47184-G,47185-G,50484-G,50485-G,50486-G
G-POOL G-BSS	Pooling Service
G-DSS	45769-G,45770-G
G-AUC	Auction Storage Service
Grice	32712-G,32713-G,36314-G,32715-G
G-LTS	Long-Term Storage Service
	45772-G,45773-G
G-TBS	Transaction Based Storage Service
G-CBS	UDC Consolidated Billing Service
G-SMT	Secondary Market Transactions
	of Storage Rights
G-TCA	Transportation Charge Adjustment
G-CCC	Greenhouse Gas California Climate Credit
GO-BCUS	Biogas Conditioning/Upgrade Services 51156-G,51157-G,51158-G,51159-G 51160-G,51161-G,51162-G,51163-G

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4908DECISION NO. 2H10

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

(TO BE INSERTED BY CAL. PUC) Dec 22, 2015 DATE FILED Dec 22, 2015 EFFECTIVE RESOLUTION NO. G-3316

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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.

GENERAL Cal. P.U.C. Sheet No.
Title Page
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Table of ContentsList of Contracts and Deviations
Table of ContentsRules
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Integrated Transmission Balancing Account (ITBA)

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4908 DECISION NO.

1H6

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

(TO BE INSERTED BY CAL. PUC) Dec 22, 2015 DATE FILED Dec 22, 2015 EFFECTIVE RESOLUTION NO. G-3316

52176-G

52170-G

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ATTACHMENT B

ADVICE NO. 4908

RATE CALCULATION WORK PAPER SCHEDULE NO. G-IMB STANDBY PROCUREMENT CHARGE FILING EFFECTIVE NOVEMBER 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 November 17, 2015

11/17/15 NGI's Daily Gas Price Index (NDGPI) = \$0.24100 per therm

11/17/15 Intercontinental Exchange Daily Indices (ICEDI) = \$0.24088 per therm

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

HDBPI = \$0.24094 per therm

SP-CR (Core Retail) = 150% x HDBPI + Core Brokerage Fee

SP-CR = 150% x \$0.24094 + \$0.00160 = **\$0.36301**

SP-NR (Noncore Retail) = 150% x HDBPI + Noncore Brokerage Fee

SP-NR = 150% x \$0.24094 + \$0.00266 = **\$0.36407**

SP-W (Wholesale) = 150% x HDBPI + Noncore Brokerage Fee

 $SP-W = 150\% \times \$0.24094 + \$0.00266 = \$0.36407$