PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



February 19, 2016

Advice Letter 4919-G

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

SUBJECT: December 2015 Standby Procurement Charges

Dear Mr. van der Leeden:

Advice Letter 4919-G is effective as of January 21, 2016.

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

 $Rvander Leeden\,@semprautilities.com$

January 21, 2016

Advice No. 4919 (U 904 G)

Public Utilities Commission of the State of California

Subject: December 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 December 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.

<u>Information</u>

For the "flow month" of December 2015 (covering the period December 1, 2015, to January 20, 2016), the highest daily border price index at the Southern California border is \$0.29995 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.45259 per therm for noncore retail service and all wholesale service, and \$0.45153 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 February 10, 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 January 21, 2016, 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 January 25, 2016.

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. SOUTHERN CALIFORNIA GAS COMPANY (U 904G)			
Utility type:	Contact Person: Sid Newsom		
\square ELC \bowtie GAS	Phone #: (213) 244-2846		
☐ PLC ☐ HEAT ☐ WATER	E-mail: SNewsom@semprautilities.com		
EXPLANATION OF UTILITY TY			
ELC = Electric GAS = Gas PLC Bineline HEAT Heat W	MATER MALE		
PLC = Pipeline HEAT = Heat WATER = Water Advice Letter (AL) #: 4919			
Subject of AL: <u>December 2015 Standby</u>	—— Procurement Char	ges .	
Subject of AL. December 2010 Standay	Trocurement Char	503	
Keywords (choose from CPUC listing):	Preliminary Statem	nent; Standby Service; Procurement	
AL filing type: ⊠ Monthly □ 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 <u>No</u>	
Summarize differences between the AL	and the prior with	drawn or rejected AL¹: 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: 1/21/16 No. of tariff sheets: 4			
Estimated system annual revenue effective	ct: (%): <u>N/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 proposed¹: N/A			
Pending advice letters that revise the same tariff sheets: 4893 and 4912			
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.,		55 West 5th Street, GT14D6	
San Francisco, CA 94102		Los Angeles, CA 90013-1011	
EDTariffUnit@cpuc.ca.gov SNewsom@semprautilities.com			
	1	Cariffs@socalgas.com	

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

ATTACHMENT A Advice No. 4919

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 52297-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 6	Revised 52257-G
Revised 52298-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 52221-G
Revised 52299-G	TABLE OF CONTENTS	Revised 52271-G
Revised 52300-G	TABLE OF CONTENTS	Revised 52272-G

SOUTHERN CALIFORNIA GAS COMPANY

Revised CAL. P.U.C. SHEET NO. 52297-G LOS ANGELES, CALIFORNIA CANCELING Revised 52257-G CAL. P.U.C. SHEET NO.

PRELIMINARY STATEMENT
<u>PART II</u>
SUMMARY OF RATES AND CHARGES

(Continued)

WHOLESALE (Continued)

Schedule GT-TLS (ECOGAS)

GT-12CA, Class-Average Volumetric Rate Option	
Volumetric Charge	1.306¢
GT-12RS, Reservation Rate Option	
Reservation Rate, per therm per day	0.5464
Reservation Rate, per therm per day	0.540¢
Usage Charge, per therm	
- · · ·	0.571¢

PROCUREMENT CHARGE

Schedule G-CP	
Non-Residential Core Procurement Charge, per therm	27.193¢
Non-Residential Cross-Over Rate, per therm	27.456¢
Residential Core Procurement Charge, per therm	27.193¢
Residential Cross-Over Rate, per therm	27.456¢
Adjusted Core Procurement Charge, per therm	27.182¢

IMBALANCE SERVICE

Standby Procurement Charge	
Core Retail Standby (SP-CR)	
October 2015	40.059¢
November 2015	36.301¢
December 2015	45.153¢
Noncore Retail Standby (SP-NR)	
October 2015	40.165¢
November 2015	36.407¢
December 2015	45.259¢
Wholesale Standby (SP-W)	
October 2015	40.165¢
November 2015	36.407¢
December 2015	45 259¢

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4919 DECISION NO.

6H6

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

(TO BE INSERTED BY CAL. PUC) Jan 21, 2016 DATE FILED Jan 21, 2016 **EFFECTIVE** RESOLUTION NO. G-3316

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Sheet 6

Revised

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

52298-G 52221-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 0.266ϕ 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 Retai	il Service:
SP_CP	Standby Ra

SP-CR Standby Rate, per therm	
October 2015	40.059¢
November 2015	36.301¢
December 2015	. 45.153¢
Noncore Retail Service:	
SP-NR Standby Rate, per therm	
October 2015	40.165¢
November 2015	36.407¢
December 2015	45.259¢
Wholesale Service:	
SP-W Standby Rate per therm	
October 2015	40.165¢
November 2015	36.407¢
December 2015	45.259¢

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(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4919 DECISION NO.

2H6

ISSUED BY **Dan Skopec**Vice President

Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Jan 21, 2016

EFFECTIVE Jan 21, 2016

RESOLUTION NO. G-3316

TABLE OF CONTENTS

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٠,	CO	пшп	ucu

G-AMOP G-CP GT-F	Residential Advanced Meter Opt-Out Program
GT-I	52072-G,52073-G,52074-G,52075-G Interruptible Intrastate Transportation Service
GT-TLS	Intrastate Transportation Service for Transmission Level Customers45321-G,52209-G,52210-G,52211-G,52212-G 52083-G,52084-G,52085-G,52086-G,52087-G 52088-G,52089-G,52090-G,52091-G,45335-G
CT CWCV	45336-G,45337-G,45338-G,45339-G
GT-SWGX	Wholesale Natural Gas Service 51270-G,45341-G
G-IMB	Transportation Imbalance Service
C OOD	51647-G,51648-G,51154-G,43325-G,47880-G
G-OSD	Off-System Delivery Service
G-BTS	Backbone Transportation Service
	47176-G,49399-G,47178-G,47179-G,47180-G,47181-G
C DOOL	47182-G,47183-G,47184-G,47185-G,50484-G,50485-G,50486-G
G-POOL	Pooling Service
G-BSS	Basic Storage Service
CALIC	45769-G,45770-G
G-AUC	Auction Storage Service
C I TC	32712-G,32713-G,36314-G,32715-G
G-LTS	Long-Term Storage Service
C TDC	45772-G,45773-G
G-TBS	Transaction Based Storage Service
C CDC	45776-G
G-CBS	UDC Consolidated Billing Service
G-SMT	Secondary Market Transactions
C TC A	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. 4919 DECISION NO.

2H6

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

(TO BE INSERTED BY CAL. PUC) Jan 21, 2016 DATE FILED Jan 21, 2016 **EFFECTIVE** RESOLUTION NO. G-3316

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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.
Title Page Table of ContentsGeneral and Preliminary Statement Table of ContentsService Area Maps and Descriptions	. 52300-G,51896-G,52218-G
Table of ContentsRate Schedules	. 52270-G,52299-G,52252-G
Table of ContentsList of Contracts and Deviations	
Table of ContentsRules	
Table of ContentsSample Forms	G,51537-G,51750-G,50598-G
PRELIMINARY STATEMENT	
Part I General Service Information	G,24333-G,24334-G,48970-G
Part II Summary of Rates and Charges	
Part III Cost Allocation and Revenue Requirement	. 52190-G,50447-G,50448-G
Part IV Income Tax Component of Contributions and Advances	52273-G,24354-G
Part V Balancing Accounts	
Description and Listing of Balancing Accounts	51893-G
Purchased Gas Account (PGA)	
Core Fixed Cost Account (CFCA)	
Noncore Fixed Cost Account (NFCA)	
Enhanced Oil Recovery Account (EORA)	
Noncore Storage Balancing Account (NSBA)	
California Alternate Rates for Energy Account (CAREA)	
Hazardous Substance Cost Recovery Account (HSCRA)	
Pension Balancing Account (PBA)	
Post-Retirement Benefits Other Than Pensions Balancing Account (PI	
Research Development and Demonstration Surcharge Account (RDD0	
Demand Side Management Balancing Account (DSMBA)	
Direct Assistance Program Balancing Account (DSMBA)	
Integrated Transmission Balancing Account (ITBA)	
mogrator Transmission Balancing Recount (TBH)	7313

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(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4919 DECISION NO. 1H8

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

(TO BE INSERTED BY CAL. PUC) Jan 21, 2016 DATE FILED Jan 21, 2016 **EFFECTIVE** RESOLUTION NO. G-3316

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ATTACHMENT B

ADVICE NO. 4919

RATE CALCULATION WORK PAPER SCHEDULE NO. G-IMB STANDBY PROCUREMENT CHARGE FILING EFFECTIVE DECEMBER 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 December 30, 2015

12/30/15 NGI's Daily Gas Price Index (NDGPI) = \$0.30000 per therm

12/30/15 Intercontinental Exchange Daily Indices (ICEDI) = \$0.29990 per therm

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

HDBPI = \$0.29995 per therm

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

SP-CR = 150% x \$0.29995 + \$0.00160 = **\$0.45153**

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

SP-NR = 150% x \$0.29995 + \$0.00266 = \$0.45259

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

 $SP-W = 150\% \times \$0.29995 + \$0.00266 = \$0.45259$