PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



April 27, 2016

Advice Letter 4937-G

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

SUBJECT: Notification of the Creation of New Affiliates

Dear Mr. van der Leeden:

Advice Letter 4937-G is effective as of March 17, 2016.

Sincerely,

Edward Randolph

Director, Energy Division

Edward Rambofot



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

March 17, 2016

Advice No. 4937 (U 904 G)

Public Utilities Commission of the State of California

Subject: Notification of the Creation of New Affiliates

Purpose

Southern California Gas Company (SoCalGas) hereby notifies the California Public Utilities Commission (Commission) of the creation of new affiliates, as defined in the Commission's Affiliate Transaction Rules (the Rules).

Background

In accordance with Commission Decision No. (D.) 97-12-088, in OIR 97-04-011/OII 97-04-012, Appendix A, Rule VI.B, as modified by D.98-08-035, SoCalGas is required to notify the Commission of the creation of any new affiliate addressed by these Rules. Accordingly, SoCalGas is hereby notifying the Commission of the formation of affiliates as shown on the enclosed Attachment A.

D.97-12-088, as subsequently modified by various decisions, adopted rules governing the relationship between California's natural gas local distribution companies and electric utilities and certain of their affiliates. For the purposes of a gas utility, the Rules apply to all utility transactions with affiliates engaging in the provision of a product that uses gas or the provision of services that relate to the use of gas. However, regardless of the foregoing, where explicitly provided, the Rules also apply to a utility's parent holding company and to all of its affiliates, whether or not they engage in the provision of a product that uses gas or electricity or the provision of services that relate to the use of gas or electricity.¹

No unusual or unique circumstances exist that would require affiliate transaction rule implementation measures for these affiliates beyond those already identified

¹ In accordance with D.06-12-029, only certain Rules apply to holding companies that are not engaged in the provision of gas- or electricity-related products and/or services.

by the utility. Therefore, SoCalGas will apply the provisions of its 2015 Compliance Plan Advice No. 4825 to all transactions with these affiliates. If the Commission modifies or requires the modification of Advice No. 4825, SoCalGas will apply all such changes, or the provisions of such amended plans, to the affiliates included herein.

This filing will not increase or decrease any rate or charge, conflict with any schedules or rules, or cause the withdrawal of service.

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 April 6, 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 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.

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, and since this filing is being made in compliance with D.97-12-088, SoCalGas therefore respectfully requests that it become effective on March 17, 2016, which is the date filed.

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: Sid Newsom				
\square ELC \boxtimes GAS	Phone #: (213) 244-2846				
☐ PLC ☐ HEAT ☐ WATER	E-mail: SNewsom	E-mail: SNewsom@semprautilities.com			
EXPLANATION OF UTILITY TY	(PE	(Date Filed/ Received Stamp by CPUC)			
ELC = Electric GAS = Gas					
PLC = Pipeline HEAT = Heat W	/ATER = Water				
Advice Letter (AL) #: 4937					
Subject of AL: Notification of the Crea	ntion of New Affiliat	tes			
Keywords (choose from CPUC listing):	Affiliates				
AL filing type: Monthly Quarter	y 🗌 Annual 🗌 On	e-Time 🔀 Other Periodic			
If AL filed in compliance with a Commi					
D97-12-088, as modified by D98-08-03	5 and further modif	ied by D06-12-029			
v		fy the prior AL No			
•		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: <u>3/17/16</u>		No. of tariff sheets: <u>0</u>			
Estimated system annual revenue effective	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: None					
Service affected and changes proposed ¹	: N/A				
Pending advice letters that revise the s	ame tariff sheets:	None			
Protests and all other correspondence this filing, unless otherwise authorized		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.,		555 West 5th Street, GT14D6			
San Francisco, CA 94102		Los Angeles, CA 90013-1011			
EDTariffUnit@cpuc.ca.gov		SNewsom@semprautilities.com Tariffs@socalgas.com			
		ai iiis~socaigas.com			

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

New Affiliate Name	Address of Headquarters	Primary Officers	Contact Person	Business Activity Description	Effective Date	Covered Affiliate?
Sempra Gas & Power Marketing, LLC	488 8th Ave San Diego, CA 92101	Reuben Rosen - President	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Entity that holds natural gas transportation & storage capacity performs asset optimization, gas and power commodity purchases and sales, and derivative swap transactions.	1/19/2016	Yes - EMA
Sempra DG Holdings, LLC	488 8th Ave San Diego, CA 92101	Kevin Sagara - President	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Holding company. The purpose of this company is to act as holding company; to directly or indirectly participate as a shareholder/member and/or investor in all types of entities, whether of commercial or any other nature, domestic or foreign.	2/3/2016	Yes ¹
ESJ Renovables I, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO Arturo Infanzon - VP	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Generation, transmission and sale of electricity in Mexico.	2/4/2016	Yes - EMA
ESJ Renovables II, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO Arturo Infanzon - VP	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Generation, transmission and sale of electricity in Mexico.	2/4/2016	Yes - EMA

¹ In accordance with D.06-12-029, only certain Rules apply to holding companies that are not engaged in the provision of electricity- or gas-related products and/or services.

New Affiliate Name	Address of Headquarters	Primary Officers	Contact Person	Business Activity Description	Effective Date	Covered Affiliate?
ESJ Renovables III, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO Arturo Infanzon - VP	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Generation, transmission and sale of electricity in Mexico.	2/4/2016	Yes - EMA
ESJ Renovables IV, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO Arturo Infanzon - VP	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Generation, transmission and sale of electricity in Mexico.	2/4/2016	Yes - EMA
ESJ Renovables V, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO Arturo Infanzon - VP	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Generation, transmission and sale of electricity in Mexico.	2/4/2016	Yes - EMA

¹ In accordance with D.06-12-029, only certain Rules apply to holding companies that are not engaged in the provision of electricity- or gas-related products and/or services.

New Affiliate Name	Address of Headquarters	Primary Officers	Contact Person	Business Activity Description	Effective Date	Covered Affiliate?
ESJ Renovables VI, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO Arturo Infanzon - VP	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Generation, transmission and sale of electricity in Mexico.	2/4/2016	Yes - EMA
ESJ Renovables VII, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO Arturo Infanzon - VP	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Generation, transmission and sale of electricity in Mexico.	2/4/2016	Yes - EMA
Sol Systems, LLC	1718 Connecticut Ave. NW Suite 300 Washington DC, 20009	Yuri Horwitz - CEO George Ashton - President	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Sol Systems is presently engaged in: (i) the development, purchase and sale of renewable energy credits; and (ii) the financing, development, construction, ownership and operation of renewable energy generation and storage facilities.	2/16/2016	Yes
Sol Finance, LLC	Ave. NW Suite 300 Washington DC, 20009	None	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Hold ownership interests in renewable energy projects.	2/16/2016	Yes

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New Affiliate Name	Address of Headquarters	Primary Officers	Contact Person	Business Activity Description	Effective Date	Covered Affiliate?
Sol II, LLC	Ave. NW Suite 300 Washington DC, 20009	None	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Investment in portfolio of Solar Renewable Energy Credits (SRECs).	2/16/2016	Yes
Sol Systems - Nextility 1, LLC	1718 Connecticut Ave. NW Suite 300 Washington DC, 20009	None	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Tax equity holding company.	2/16/2016	Yes
Sol - NTCIC, LLC	1718 Connecticut Ave. NW Suite 300 Washington DC, 20009	None	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Syndication of renewable energy investments.	2/16/2016	Yes
Sol Equity I, LLC	1718 Connecticut Ave. NW Suite 300 Washington DC, 20009	Yuri Horwitz - CEO George Ashton - President	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	Special purpose tax equity investment.	2/16/2016	Yes

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New Affiliate Name	Address of Headquarters	Primary Officers	Contact Person	Business Activity Description	Effective Date	Covered Affiliate?
Ductos e Infraestructura Marina, S. de R.L. de C.V.	Av. Paseo de la Reforma #342 Piso 24 Col. Juárez, Delegación Cuauhtémoc México, D.F. C.P. 06600	Carlos Ruiz - CEO	Ramon Gonzales Manager - Accounting Systems & Compliance 555 W. 5th Street GT15B1 Los Angeles, CA 90013	This entity will be the holding entity that will be participating in the bidding of the marine pipeline; as a result, the entity will participate in the transportation and distribution of natural gas.	2/25/2016	Yes

¹ In accordance with D.06-12-029, only certain Rules apply to holding companies that are not engaged in the provision of electricity- or gas-related products and/or services.