#### PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

June 29, 2016



#### **Advice Letter 4969**

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

Subject: Schedule No. GT-SWGX – Exchange Wholesale Natural Gas Service – Exchange Rate

Dear Mr. van der Leeden:

Advice Letter 4969 is effective as of June 1, 2016.

Sincerely,

Edward Randolph

Director, Energy Division

Edward Ramloft



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

May 23, 2016

Advice No. 4969 (U 904 G)

<u>Subject</u>: Schedule No. GT-SWGX - Exchange Wholesale Natural Gas Service - Exchange Rate

Public Utilities Commission of the State of California

Southern California Gas Company (SoCalGas) hereby submits for filing with the California Public Utilities Commission (Commission) revisions to its Schedule No. GT-SWGX (GT-SWGX), Exchange Wholesale Natural Gas Service applicable to Southwest Gas Corporation (Southwest), as shown on Attachment A.

#### <u>Purpose</u>

This filing revises the rate (Exchange Rate) SoCalGas charges Southwest for exchange transportation service pursuant to GT-SWGX. The Exchange Rate recovers certain exchange fees charged by Pacific Gas and Electric Company (PG&E) to SoCalGas plus SoCalGas' system balancing costs, and applies only to gas quantities delivered to Southwest through delivery points served by PG&E.

#### Background

In Decision (D.) 09-10-036 the Commission adopted an exchange contract between SoCalGas and PG&E and a transportation contract between SoCalGas and Southwest. These contracts govern SoCalGas' service to, and rates for, Southwest. Pursuant to that decision, the PG&E exchange fee shall automatically change if the Commission approves modification to any of the tariffed components of the formula used to determine the exchange fee. Whenever either the PG&E exchange fee changes and/or SoCalGas' system balancing cost adder (SBCA) changes, the Exchange Rate between SoCalGas and Southwest also will change as stated in

<sup>&</sup>lt;sup>1</sup> D.09-10-036, mimeo., at 18 (Finding of Fact No. 18).

GT-SWGX and in the transportation contract between SoCalGas and Southwest.<sup>2</sup> On March 14, 2016, the Commission approved SoCalGas' Advice No. 4910, resulting in a change in the SBCA. On April 29, 2016, the Commission approved PG&E's Advice 3664-G, which did not result in a new exchange fee charged by PG&E to SoCalGas.

#### Requested Revision

This filing decreases the Exchange Rate in GT-SWGX from 4.364¢/therm to 4.361¢/therm, which is the sum of the current PG&E exchange fee of 4.246¢/therm and the newly calculated SoCalGas system balancing cost adder of 0.115 ¢/therm. Pursuant to the contract between SoCalGas and Southwest adopted in D.09-10-036, the revised Exchange Rate charged by SoCalGas to Southwest becomes effective "on the first day of the second month following CPUC approval of the applicable changes." Based on the above approval dates, the new Exchange Rate will become effective on June 1, 2016.

#### **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 of this Advice Letter, which is June 12, 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 Attn: Tariff Unit 505 Van Ness Avenue San Francisco, CA 94102

Copies of the protest should also be sent via e-mail to the attention of 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.

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<sup>&</sup>lt;sup>2</sup> D.09-10-036, mimeo., Attachment B – Master Services Contract, Schedule A, Intrastate Transmission Service, Section 7.E.4(b).

<sup>&</sup>lt;sup>3</sup> D.09-10-036, mimeo., Attachment B – Master Services Contract, Schedule A, Intrastate Transmission Service, Section 7.E.4(b).

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 96-B, Section 7.3.1. SoCalGas respectfully requests the tariff sheets filed herein be effective on June 1, 2016, the date specified in the two Commission-approved contracts governing SoCalGas' service to Southwest.

#### **Notice**

A copy of this Advice Letter is being sent to SoCalGas' GO 96-B service list and the Commission's service list in A.08-12-006, SoCalGas/PG&E/Southwest Wholesale Transportation and Exchange Agreements. Address change requests to the GO 96-B should be directed by electronic mail to tariffs@socalgas.com or call 213-244-3387. For changes to all other service lists, please contact the Commission's Process Office at 415-703-2021 or by electronic mail at process office@cpuc.ca.gov.

Ronald van der Leeden Director – Regulatory Affairs

Attachment

### CALIFORNIA PUBLIC UTILITIES COMMISSION

# ADVICE LETTER FILING SUMMARY ENERGY UTILITY

| MUST BE COMPLE  | ETED BY UTILITY (A                    | Attach additional pages as needed)                       |  |
|---|---------------------------------------|--|--|
| Company name/CPUC Utility No. SOU   | JTHERN CALIFO                         | RNIA GAS COMPANY (U 904G)                                |  |
| Utility type:   | type: Contact Person: Sid Newsom      |  |  |
| ☐ ELC   | Phone #: (213) 244                    | 1-2846   |  |
| ☐ PLC ☐ HEAT ☐ WATER  |                                       | @semprautilities.com                                     |  |
| EXPLANATION OF UTILITY T  |                                       | (Date Filed/ Received Stamp by CPUC)                     |  |
| ELC = Electric GAS = Gas  | (Date Fried/Received Stainp by Cr OC) |  |  |
|   | VATER = Water                         |  |  |
| Advice Letter (AL) #: 4969  |                                       |  |  |
| Subject of AL: Schedule No. GT-SWGX   | K - Exchange Whole                    | sale Natural Gas Service - Exchange Rate                 |  |
|   | _                                     |  |  |
| Keywords (choose from CPUC listing):  | Agreements; Conti                     | racts  |  |
| AL filing type: Monthly Quarter   | ly 🗌 Annual 🗌 On                      | ne-Time 🛛 Other <u>Periodic</u>                          |  |
| If AL filed in compliance with a Comm   | ission order, indicat                 | te relevant Decision/Resolution #:                       |  |
| _D.09-10-036  |                                       |  |  |
| Does AL replace a withdrawn or reject   | ed AL? If so. identi                  | fy the prior AL <u>No</u>                                |  |
| Summarize differences between the AI  |                                       | •  |  |
| Summarize unrevences between the 11   | and the prior with                    | arawn of rejected rid : 11/11                            |  |
| Does AL request confidential treatmen   | t? If so, provide exp                 | olanation: No  |  |
| Resolution Required?   Yes   No   |                                       | Tier Designation: 🛛 1 🔲 2 🔲 3                            |  |
| Requested effective date: 6/1/16  |                                       | No. of tariff sheets: 3                                  |  |
| Estimated system annual revenue effe  | ct: (%): <u>N/A</u>                   |  |  |
| Estimated system average rate effect (  | %): _N/A                              |  |  |
| When rates are affected by AL, include (residential, small commercial, large C  |                                       | showing average rate effects on customer classes ating). |  |
| Tariff schedules affected: GT-SWGX a  | nd TOCs                               |  |  |
| Service affected and changes proposed <sup>1</sup> : N/A  |                                       |  |  |
|   |                                       |  |  |
| Pending advice letters that revise the same tariff sheets: None   |                                       |  |  |
| 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   | =                                     | 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                              |  |
|   | <u>_</u>                              | <u> [ariffs@socalgas.com</u>                             |  |

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

#### ATTACHMENT A Advice No. 4969

| Cal. P.U.C. Sheet No. Title of Sheet |   | Cancelling Cal. P.U.C. Sheet No. |  |
|--------------------------------------|---|----------------------------------|--|
| Revised 52595-G                      | Schedule No. GT-SWGX, EXCHANGE<br>WHOLESALE NATURAL GAS SERVICE,<br>Sheet 1 | Revised 51522-G                  |  |
| Revised 52596-G                      | TABLE OF CONTENTS   | Revised 52593-G                  |  |
| Revised 52597-G                      | TABLE OF CONTENTS   | Revised 52594-G                  |  |

Revised

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

52595-G 51522-G

LOS ANGELES, CALIFORNIA CANCELING

#### Revised

## Schedule No. GT-SWGX EXCHANGE WHOLESALE NATURAL GAS SERVICE

Sheet 1

#### **APPLICABILITY**

Applicable for exchange transportation service exchange with Pacific Gas and Electric Company ("PG&E") in order to serve Southwest Gas Corporation's ("Customer") PG&E Points of Delivery located in Customer's service territory in southern California.

#### **TERRITORY**

Delivery points shall be as specified in the executed Master Services Contract, Schedule A, Intrastate Transmission Service, dated December 10, 2008 ("Contract").

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

#### **Exchange Fee Charges**

As specified in the Contract, the Exchange Rate recovers certain exchange fees charged by PG&E to Utility plus Utility's system balancing costs, and applies only to gas quantities delivered through Points of Delivery served by PG&E. Pursuant to the Contract, the Exchange Rate shall automatically change if the Commission approves modification to any of the tariffed components of the formula used to determine the exchange fee.

#### Pisgah Meter Station Charges

As specified in the Contract, Pisgah Meter Station Charges are monthly charges associated with the Pisgah Meter Station Upgrade.

One-Time Lump-Sum True Up Charge .....\$238,523

As specified in the Contract, a one-time lump-sum charge will be paid to enable SoCalGas to recover actual Pisgah Meter Station Upgrade costs during the months before the Pisgah Meter Station Charges are trued up. This charge will cover August 2011 through August 2013.

#### Billing Adjustments

Billing adjustments may be necessary to reflect changes in quantities used in developing prior periods' exchange charges.

Rates may be adjusted to reflect any applicable taxes, franchise or other fees, regulatory surcharges, and interstate or intrastate pipeline charges that may occur.

(Continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 4969
DECISION NO. 09-10-036

ISSUED BY

Dan Skopec

Vice President

Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED May 23, 2016

EFFECTIVE Jun 1, 2016

RESOLUTION NO.

R

Revised LOS ANGELES, CALIFORNIA CANCELING Revised CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO. 52596-G 52593-G

#### TABLE OF CONTENTS

| ntinued) |  |
|----------|--|
|          |  |
|          |  |

| G-AMOP<br>G-CP<br>GT-F | Residential Advanced Meter Opt-Out Program                              |  |
|------------------------|---|--|
| GI-F                   | Firm Intrastate Transportation Service                                  |  |
|                        | 52072-G,52073-G,52074-G,52075-G   |  |
| GT-I                   | Interruptible Intrastate Transportation Service 52207-G,52208-G,52077-G |  |
|                        | for Distribution Level Customers 52078-G,52079-G,52080-G,52081-G        |  |
| GT-TLS                 | Intrastate Transportation Service for                                   |  |
| UI-ILS                 | 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                                 |  |
|                        | 45336-G,45337-G,45338-G,45339-G   |  |
| GT-SWGX                | Wholesale Natural Gas Service   |  |
| G-IMB                  | Transportation Imbalance Service  |  |
|                        | 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                         |  |
|                        | 47182-G,47183-G,47184-G,47185-G,50484-G,50485-G,50486-G                 |  |
| G-POOL                 | Pooling Service   |  |
| G-BSS                  | Basic Storage Service   |  |
|                        | 45769-G,45770-G   |  |
| G-AUC                  | Auction Storage Service   |  |
|                        | 32712-G,32713-G,36314-G,32715-G   |  |
| G-LTS                  | Long-Term Storage Service   |  |
|                        | 45772-G,45773-G   |  |
| G-TBS                  | Transaction Based Storage Service                                       |  |
|                        | 45776-G   |  |
| G-CBS                  | UDC Consolidated Billing Service  |  |
| G-SMT                  | Secondary Market Transactions   |  |
| a ma .                 | 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. 4969 DECISION NO. 09-10-036

2H6

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

(TO BE INSERTED BY CAL. PUC) May 23, 2016 DATE FILED Jun 1, 2016 **EFFECTIVE** RESOLUTION NO.

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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.

| <u>GENERAL</u>  | Cal. P.U.C. Sheet No.                |
|---|--------------------------------------|
| Title Page  Table of ContentsGeneral and Preliminary Statement  Table of ContentsService Area Maps and Descriptions | 52597-G,52335.1-G,52218-G<br>41970-G |
| Table of ContentsRate Schedules   |                                      |
| Table of ContentsList of Cities and Communities Served  |                                      |
| Table of ContentsList of Contracts and Deviations   |                                      |
| Table of ContentsRules  |                                      |
| Table of ContentsSample Forms   | 05-0,5155/-0,51855-0,50598-0         |
| PRELIMINARY STATEMENT   |                                      |
| Part I General Service Information  | 32-G,24333-G,24334-G,48970-G         |
| Part II Summary of Rates and Charges 52564-G,52565-G,525  | 66-G.52183-G.52184-G.52591-G         |
| 52516-G,46431-G,46432-G,52164-G,525   |                                      |
|   |                                      |
| 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)  | 51352-G,51353-G                      |
| Noncore Fixed Cost Account (NFCA)   | 51354-G,51642-G,51356-G              |
| Enhanced Oil Recovery Account (EORA)  | 49712-G                              |
| Noncore Storage Balancing Account (NSBA)  |                                      |
| California Alternate Rates for Energy Account (CAREA)   |                                      |
| 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 (RI  |                                      |
| Demand Side Management Balancing Account (DSMBA)  |                                      |
| Direct Assistance Program Balancing Account (DAPBA)   |                                      |
| Integrated Transmission Balancing Account (ITBA)  | 49313-G                              |
|   |                                      |

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4969 \\ \text{DECISION NO.} & 09\text{-}10\text{-}036 \\ \end{array}$ 

ISSUED BY **Dan Skopec**Vice President

Regulatory Affairs

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{May~23,~2016} \\ \text{EFFECTIVE} & \underline{Jun~1,~2016} \\ \text{RESOLUTION NO.} \end{array}$