PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



March 3, 2017

Advice Letters 5071-G and 5071-G-A

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

SUBJECT: November 2016 Standby Procurement Charges

Dear Mr. van der Leeden:

Advice Letters 5071-G and 5071-G-A are effective as of December 21, 2016.

Sincerely,

Edward Randolph

Director, Energy Division

Edward Randoft





555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011 Tel: 213.244.2009

Fax: 213.244.4957 RvanderLeeden@semprautilities.com

January 23, 2017

Advice No. 5071-A (U 904 G)

Public Utilities Commission of the State of California

Subject: Partial Supplement - November 2016 Standby Procurement Charges

Purpose

This complies with the Energy Division direction to file a partial supplement in order to correct the monthly imbalance tolerance from 10% to 8% found in the Background section of Advice No. (AL) 5071. There are no changes to the tariffs or Attachment B in AL 5071, filed and made effective on December 21, 2016.

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 8% tolerance band.¹ 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 0.160¢ 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.

¹ Ordering Paragraph 24 of Decision (D.) 16-06-039, issued June 28, 2016, and AL 4996, filed on July 25, 2016, and effective on September 1, 2016, revised the monthly imbalance tolerance from 10% to 8% in Schedule No. G-IMB, Standby Procurement Charge.

3. Posted at least one day in advance of the imbalance trading period.

<u>Information</u>

For the "flow month" of November 2016 (covering the period November 1, 2016, to December 20, 2016), the highest daily border price index at the Southern California border is \$0.38095 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.57409 per therm for noncore retail service and all wholesale service, and \$0.57303 per therm for core retail 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 received within 20 days of the date of this Advice Letter, which is February 12, 2017. 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: Ray B. Ortiz
Tariff Manager - GT14D6
555 West Fifth Street
Los Angeles, CA 90013-1011
Facsimile No. (213) 244-4957
E-Mail: ROrtiz@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 General Order (GO) 96-B. SoCalGas respectfully requests that AL 5071-A be made effective December 21, 2016, the date AL 5071 was 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 was December 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: Ray B. Ortiz	
☐ ELC ☐ GAS	Phone #: (213) 244-3837	
☐ PLC ☐ HEAT ☐ WATER	E-mail: ROrtiz@semprautilities.com	
EXPLANATION OF UTILITY TYPE		(Date Filed/ Received Stamp by CPUC)
ELC = Electric GAS = Gas		
PLC = Pipeline HEAT = Heat WATER = Water		
Advice Letter (AL) #: <u>5071-A</u>		
Subject of AL: Partial Supplement - November 2016 Standby Procurement Charges		
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Keywords (choose from CPUC listing): Preliminary Statement; Standby Service; Procurement		
AL filing type: Monthly Quarterly Annual One-Time Other		
If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:		
G-3316		
Does AL replace a withdrawn or rejected AL? If so, identify the prior AL No		
Summarize differences between the AL and the prior withdrawn or rejected AL¹: N/A		
Summarize unferences between the 712 and the prior withdrawn or rejected 712.		
Does AL request confidential treatment? If so, provide explanation: No		
Resolution Required? \square Yes \boxtimes No		Tier Designation: 🛛 1 🔲 2 🔲 3
Requested effective date: 12/21/16		No. of tariff sheets: 0
Estimated system annual revenue effect: (%): N/A		
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: N/A		
Service affected and changes proposed ¹ : N/A		
Pending advice letters that revise the same tariff sheets: $\underline{N/A}$		
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	S	outhern California Gas Company
Attention: Tariff Unit		Attention: Ray B. Ortiz
505 Van Ness Ave.,		55 West 5th Street, GT14D6
San Francisco, CA 94102		Los Angeles, CA 90013-1011
EDTariffUnit@cpuc.ca.gov		ROrtiz@semprautilities.com
	<u></u>	Cariffs@socalgas.com

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