

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



March 28, 2017

Advice Letter 5093

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

Subject: January 2017 Standby Procurement Charges

Dear Mr. van der Leeden:

Advice Letter 5093 is effective as of February 22, 2017.

Sincerely,

A handwritten signature in cursive script that reads "Edward Randolph".

Edward Randolph
Director, Energy Division



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

February 22, 2017

Advice No. 5093
(U 904 G)

Public Utilities Commission of the State of California

Subject: January 2017 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 January 2017.

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. 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 0.208¢ per therm for core retail service. The highest daily border price index is an average of the highest prices from “NGL’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 January 2017 (covering the period January 1, 2017 to February 18, 2017), the highest daily border price index at the Southern California border is \$0.37799 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.56965 per therm for noncore retail service and all wholesale service, and \$0.56907 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 March 14, 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 the tariff sheets filed herein be made effective February 22, 2017, 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 February 23, 2017.

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:

ELC GAS
 PLC HEAT WATER

Contact Person: Ray B. Ortiz

Phone #: (213) 244-3837

E-mail: ROrtiz@semprautilities.com

EXPLANATION OF UTILITY TYPE

ELC = Electric GAS = Gas
PLC = Pipeline HEAT = Heat WATER = Water

(Date Filed/ Received Stamp by CPUC)

Advice Letter (AL) #: 5093

Subject of AL: January 2017 Standby Procurement Charges

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

Does AL request confidential treatment? If so, provide explanation: No

Resolution Required? Yes No

Tier Designation: 1 2 3

Requested effective date: 2/22/17

No. of tariff sheets: 4

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: Preliminary Statement, Part II; Schedule G-IMB; and TOCs

Service affected and changes proposed¹: N/A

Pending advice letters that revise the same tariff sheets: 5071, 5071-A, 5083, and 5085

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
Attention: Tariff Unit
505 Van Ness Ave.,
San Francisco, CA 94102
EDTariffUnit@cpuc.ca.gov

Southern California Gas Company
Attention: Ray B. Ortiz
555 West 5th Street, GT14D6
Los Angeles, CA 90013-1011
ROrtiz@semprautilities.com
Tariffs@socalgas.com

¹ Discuss in AL if more space is needed.

ATTACHMENT A
Advice No. 5093

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 53736-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 6	Revised 53720-G
Revised 53737-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 53673-G
Revised 53738-G	TABLE OF CONTENTS	Revised 53734-G
Revised 53739-G	TABLE OF CONTENTS	Revised 53735-G

PRELIMINARY STATEMENT
 PART II
SUMMARY OF RATES AND CHARGES

Sheet 6

(Continued)

WHOLESALE (Continued)

Schedule GT-TLS (ECOGAS)

GT-12CA, Class-Average Volumetric Rate Option	
Volumetric Charge	1.512¢
GT-12RS, Reservation Rate Option	
Reservation Rate, per therm per day	0.608¢
Usage Charge, per therm	0.570¢
Volumetric Transportation Charge for Non-Bypass Customers	1.739¢
Volumetric Transportation Charge for Bypass Customers	2.042¢

PROCUREMENT CHARGE

Schedule G-CP

Non-Residential Core Procurement Charge, per therm	38.389¢
Non-Residential Cross-Over Rate, per therm	38.389¢
Residential Core Procurement Charge, per therm	38.389¢
Residential Cross-Over Rate, per therm	38.389¢
Adjusted Core Procurement Charge, per therm	38.069¢

IMBALANCE SERVICE

Standby Procurement Charge

Core Retail Standby (SP-CR)	
November 2016	57.303¢
December 2016	57.303¢
January 2017	56.907¢
Noncore Retail Standby (SP-NR)	
November 2016	57.409¢
December 2016	57.409¢
January 2017	56.965¢
Wholesale Standby (SP-W)	
November 2016	57.409¢
December 2016	57.409¢
January 2017	56.965¢

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(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 5093
 DECISION NO.

ISSUED BY
Dan Skopec
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Feb 22, 2017
 EFFECTIVE Feb 22, 2017
 RESOLUTION NO. G-3316

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 8 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 0.208¢ 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 Service:

SP-CR Standby Rate, per therm

November 2016	57.303¢
December 2016	57.303¢
January 2017	56.907¢

Noncore Retail Service:

SP-NR Standby Rate, per therm

November 2016	57.409¢
December 2016	57.409¢
January 2017	56.965¢

Wholesale Service:

SP-W Standby Rate per therm

November 2016	57.409¢
December 2016	57.409¢
January 2017	56.965¢

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G-AMOP	Residential Advanced Meter Opt-Out Program	51577-G,51578-G
G-CP	Core Procurement Service	47480-G,53731-G,53732-G,53698-G,37933-G
GT-NC	Intrastate Transportation Service for Distribution Level Customers	53600-G,53601-G,53322-G,53323-G,53324-G 53325-G,53326-G
GT-TLS	Intrastate Transportation Service for Transmission Level Customers	53327-G,53602-G,53603-G,53604-G,53605-G 53331-G,53332-G,53333-G,53334-G,53335-G 53336-G,53337-G,53338-G
GT-SWGX	Wholesale Natural Gas Service	53190-G,45341-G
G-IMB	Transportation Imbalance Service	52891-G,53737-G,53674-G,51646-G 52894-G,53521-G,52895-G
G-OSD	Off-System Delivery Service	47345-G*,47346-G,53183-G,47348-G
G-BTS	Backbone Transportation Service	48084-G,47349-G,53607-G,53569-G 47176-G,49399-G,47178-G,47179-G,53466-G,53467-G 53468-G,53469-G,53470-G,47185-G,50484-G,50485-G,50486-G
G-POOL	Pooling Service	47188-G,47189-G,42278-G
G-BSS	Basic Storage Service	43337-G,52369-G,45767-G,45768-G 45769-G,45770-G
G-AUC	Auction Storage Service	43338-G,32709-G,32710-G,32711-G 32712-G,32713-G,36314-G,32715-G
G-LTS	Long-Term Storage Service	32716-G,32717-G,52370-G,45771-G 45772-G,45773-G
G-TBS	Transaction Based Storage Service	45355-G,43340-G,52896-G,45775-G 52897-G,52898-G
G-CBS	UDC Consolidated Billing Service	51155-G,34072-G,34073-G,33095-G
G-SMT	Secondary Market Transactions of Storage Rights	45359-G,50343-G,45361-G
G-TCA	Transportation Charge Adjustment	53608-G
G-CCC	Greenhouse Gas California Climate Credit	52092-G
GO-BCUS	Biogas Conditioning/Upgrade Services	51156-G,51157-G,51158-G,51159-G 51160-G,51161-G,51162-G,51163-G

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 EFFECTIVE Feb 22, 2017
 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.

<u>GENERAL</u>	<u>Cal. P.U.C. Sheet No.</u>
Title Page	40864-G
Table of Contents--General and Preliminary Statement	53739-G,53477-G,53478-G,53612-G
Table of Contents--Service Area Maps and Descriptions	53356-G
Table of Contents--Rate Schedules	53733-G,53738-G,53704-G
Table of Contents--List of Cities and Communities Served	51971-G
Table of Contents--List of Contracts and Deviations	51971-G
Table of Contents--Rules	53534-G,53535-G
Table of Contents--Sample Forms	52558-G,53361-G,51537-G,51833-G,50598-G

PRELIMINARY STATEMENT

Part I General Service Information	45597-G,24332-G,24333-G,24334-G,48970-G
Part II Summary of Rates and Charges	53717-G,53718-G,53719-G,53575-G,53576-G,53736-G 53672-G,46431-G,46432-G,53561-G,53681-G,53682-G,53683-G,53581-G
Part III Cost Allocation and Revenue Requirement	53582-G,50447-G,53583-G
Part IV Income Tax Component of Contributions and Advances	52273-G,24354-G
Part V Balancing Accounts	
Description and Listing of Balancing Accounts	52939-G
Purchased Gas Account (PGA)	52769-G,53254-G
Core Fixed Cost Account (CFCA)	53433-G,53434-G,53435-G,53436-G
Noncore Fixed Cost Account (NFCA)	53255-G,53516-G,53517-G
Enhanced Oil Recovery Account (EORA)	49712-G
Noncore Storage Balancing Account (NSBA)	52886-G,52887-G
California Alternate Rates for Energy Account (CAREA)	45882-G,45883-G
Hazardous Substance Cost Recovery Account (HSCRA)	40875-G, 40876-G,40877-G
Gas Cost Rewards and Penalties Account (GCRPA)	40881-G
Pension Balancing Account (PBA)	52940-G,52941-G
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Research Development and Demonstration Surcharge Account (RDDGSA).....	40888-G
Demand Side Management Balancing Account (DSMBA).....	45194-G,41153-G
Direct Assistance Program Balancing Account (DAPBA)	52583-G,52584-G
Integrated Transmission Balancing Account (ITBA)	49313-G

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ATTACHMENT B

ADVICE NO. 5093

**RATE CALCULATION WORK PAPER
SCHEDULE NO. G-IMB STANDBY PROCUREMENT CHARGE FILING
EFFECTIVE JANUARY 2017**

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 1/1/17 - 1/3/17

17 - 1/3/17 NGI’s Daily Gas Price Index (NDGPI) = \$0.37800 per therm

17 - 1/3/17 Intercontinental Exchange Daily Indices (ICEDI) = \$0.37797 per therm

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

HDBPI = \$0.37799 per therm

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

SP-CR = 150% x \$0.37799 + \$0.00208 = \$0.56907

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

SP-NR = 150% x \$0.37799 + \$0.00266 = \$0.56965

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

SP-W = 150% x \$0.37799 + \$0.00266 = \$0.56965