June 20, 2017



Advice Letter 5143

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

Subject: April 2017 Standby Procurement Charges

Dear Mr. van der Leeden:

Advice Letter 5143 is effective as of May 23, 2017.

Sincerely, Edward Randopp

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 <u>RvanderLeeden@semprautilities.com</u>

May 23, 2017

Advice No. 5143 (U 904 G)

Public Utilities Commission of the State of California

Subject: April 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.

<u>Purpose</u>

This routine monthly filing updates the Standby Procurement Charges in Schedule No. G-IMB for April 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:

- 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 "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.

Information

For the "flow month" of April 2017 (covering the period April 1, 2017 to May 20, 2017), the highest daily border price index at the Southern California border is \$0.29989 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.45250 per therm for noncore retail service and all wholesale service, and \$0.45192 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 June 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 (<u>EDTariffUnit@cpuc.ca.gov</u>). A copy of the protest shall also be sent via both e-mail <u>and</u> 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: <u>ROrtiz@semprautilities.com</u>

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 May 23, 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 May 25, 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 <u>tariffs@socalgas.com</u> or call 213-244-2837.

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. SOU			
Utility type:	Contact Person: <u>R</u>	×	
\Box ELC \Box GAS	Phone #: (213) <u>24</u>	4-3837	
PLC HEAT WATER	E-mail: <u>ROrtiz@s</u>	emprautilities.com	
EXPLANATION OF UTILITY T	YPE	(Date Filed/ Received Stamp by CPUC)	
ELC = Electric GAS = Gas			
PLC = Pipeline HEAT = Heat V	VATER = Water		
Advice Letter (AL) #: <u>5143</u>			
Subject of AL: <u>April 2017 Standby Pro</u>	curement Charges		
Keywords (choose from CPUC listing):	Preliminary Staten	ent; Standby Service; Procurement	
AL filing type: 🛛 Monthly 🗌 Quarter	ly 🗌 Annual 🗌 On	e-Time 🗌 Other	
If AL filed in compliance with a Comm	•		
G-3316			
Does AL replace a withdrawn or reject	ed AL? If so. identi	fy the prior AL No	
Summarize differences between the AI			
Does AL request confidential treatmen	t? If so, provide exp	lanation: No	
-			
Resolution Required? Yes No Tier Designation: 1 2 3			
Requested effective date: _5/23/17 No. of tariff sheets: _4			
Estimated system annual revenue effect: (%): <u>N/A</u>			
Estimated system average rate effect (%): <u>N/A</u>		
		showing average rate effects on customer classes	
(residential, small commercial, large C	0		
Tariff schedules affected: Preliminary Statement, Part II; Schedule G-IMB; and TOCs			
Service affected and changes proposed ¹ : <u>N/A</u>			
Pending advice letters that revise the same tariff sheets: <u>5122 and 5126</u>			
		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		Southern California Gas Company Attention: Ray B. Ortiz	
505 Van Ness Ave.,		555 West 5 th Street, GT14D6	
San Francisco, CA 94102		Los Angeles, CA 90013-1011	
EDTariffUnit@cpuc.ca.gov		ROrtiz@semprautilities.com	
]	<u> Fariffs@socalgas.com</u>	

¹ Discuss in AL if more space is needed.

ATTACHMENT A Advice No. 5143

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 54008-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 6	Revised 53981-G
Revised 54009-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 53914-G
Revised 54010-G	TABLE OF CONTENTS	Revised 53995-G
Revised 54011-G	TABLE OF CONTENTS	Revised 53996-G

LOS ANGELES, CALIFORNIA CANCELING Revised

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

54008-G 53981-G

PRELIMINARY STATEMENT <u>PART II</u> <u>SUMMARY OF RATES AND CHARGES</u>	Sheet 6
(Continued)	
<u>WHOLESALE</u> (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	
Usage Charge, per therm	
Volumetric Transportation Charge for Non-Bypass Customers	
Volumetric Transportation Charge for Bypass Customers 2.042¢	
PROCUREMENT CHARGE	
<u>I ROCOREMIENT CHARGE</u>	
Schedule G-CP	
Non-Residential Core Procurement Charge, per therm	
Non-Residential Cross-Over Rate, per therm	
Residential Core Procurement Charge, per therm	
Residential Cross-Over Rate, per therm	
Adjusted Core Procurement Charge, per therm	
IMBALANCE SERVICE	
Standby Procurement Charge	
Core Retail Standby (SP-CR)	
February 2017	
March 2017	
April 2017	
Noncore Retail Standby (SP-NR)	
February 2017	
March 2017	
April 2017	
Wholesale Standby (SP-W)	
February 2017	
March 2017	
April 201745.250¢	

(Continued)

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	May 23, 2017	
EFFECTIVE	May 23, 2017	
RESOLUTION N	NO. G-3316	

С

С

D

LOS ANGELES, CALIFORNIA CANCELING

54009-G 53914-G CAL. P.U.C. SHEET NO.

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 2

С

С

С

D

(Continued)

RATES (Continued)

Standby Procurement Charge

11 0

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 0.266φ per therm for noncore retail service and all wholesale service, and 0.208φ 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	
February 2017	45.540¢
March 2017	
April 2017	
Noncore Retail Service:	
SP-NR Standby Rate, per therm	
February 2017	
March 2017	
April 2017	
Wholesale Service:	
SP-W Standby Rate per therm	
February 2017	
March 2017	
April 2017	

(Continued)

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

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	May 23, 2017	
EFFECTIVE	May 23, 2017	
RESOLUTION N	NO. G-3316	

TABLE OF CONTENTS

(Continued)

G-AMOP	Residential Advanced Meter Opt-Out Program	51577-G,51578-G
G-CP GT-NC	Core Procurement Service	5,53992-G,53993-G,53939-G,37933-G
	Distribution Level Customers53600-G	6,53601-G,53322-G,53323-G,53324-G
		53325-G,53326-G
GT-TLS	Intrastate Transportation Service for	
	Transmission Level Customers53327-G	53602-G.53603-G.53604-G.53605-G
		6,53332-G,53333-G,53334-G,53335-G
		53336-G,53337-G,53338-G
GT-SWGX	Wholesale Natural Gas Service	
G-IMB	Transportation Imbalance Service	
	I I I I I I I I I I I I I I I I I I I	53788-G,53838-G,53790-G
G-OSD	Off-System Delivery Service	· · · · · · · · · · · · · · · · · · ·
G-BTS	Backbone Transportation Service	
		,47178-G,47179-G,53466-G,53467-G
		,47185-G,50484-G,50485-G,50486-G
G-POOL	Pooling Service	
G-BSS	Basic Storage Service	
	C	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,53741-G,45771-G
		45772-G,45773-G
G-TBS	Transaction Based Storage Service	45355-G,43340-G,53742-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	
G-TCA	Transportation Charge Adjustment	53608-G
G-CCC	Greenhouse Gas California Climate Credit	
GO-BCUS	Biogas Conditioning/Upgrade Services	51156-G 51157-G 51158-G 51159-G
	Diegus conditioning, opprude berviees	51160-G,51161-G,51162-G,51163-G
		21100 C,21101 C,21102 C,21103 C

(Continued)

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	May 23, 2017	
EFFECTIVE	May 23, 2017	
RESOLUTION N	0. <u>G-3316</u>	

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.

	10011 0
Title Page	
Table of ContentsGeneral and Preliminary Statement 54011-G,53844-G	
Table of ContentsService Area Maps and Descriptions	
Table of ContentsRate Schedules 53994-G	
Table of ContentsList of Cities and Communities Served	
Table of ContentsList of Contracts and Deviations	
Table of ContentsRules	
Table of ContentsSample Forms52558-G,53707-G,51537-G	,53794-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 53978-G,53979-G,53980-G,53575-G	,53576-G,54008-G
53913-G,46431-G,46432-G,53561-G,53922-G,53923-G	
Part III Cost Allocation and Revenue Requirement 53582-G	5,50447-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)	
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)	
Gas Cost Rewards and Penalties Account (GCRPA)	
Pension Balancing Account (PBA)	
Post-Retirement Benefits Other Than Pensions Balancing Account (PBOPBA).	
e	
Research Development and Demonstration Surcharge Account (RDDGSA)	
Domand Side Management Palancing Account (DSMDA)	.43194-0,41133-0
Demand Side Management Balancing Account (DSMBA)	52502 C 52504 C
Demand Side Management Balancing Account (DSMBA) Direct Assistance Program Balancing Account (DAPBA) Integrated Transmission Balancing Account (ITBA)	

(Continued)

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)		
DATE FILED	May 23, 2017	
EFFECTIVE	May 23, 2017	
RESOLUTION N	10. G-3316	

ATTACHMENT B

ADVICE NO. 5143

RATE CALCULATION WORK PAPER SCHEDULE NO. G-IMB STANDBY PROCUREMENT CHARGE FILING EFFECTIVE APRIL 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 April 6, 2017

04/06/17 NGI's Daily Gas Price Index (NDGPI) = \$0.30000 per therm

04/06/17 Intercontinental Exchange Daily Indices (ICEDI) = \$0.29978 per therm

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

HDBPI = \$0.29989 per therm

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

SP-CR = 150% x \$0.29989 + \$0.00208 = **\$0.45192**

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

SP-NR = 150% x \$0.29989 + \$0.00266 = **\$0.45250**

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

SP-W = 150% x \$0.29989 + \$0.00266 = **\$0.45250**