PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

July 20, 2017

Advice Letter 5150

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

Subject: Modification of the Marketing, Education and Outreach Memorandum Account (MEOMA) in Compliance with

D.17-05-004

Dear Mr. van der Leeden:

Advice Letter 5150 is approved as of July 9, 2017 with the tariffs effective May 11, 2017.

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

June 9, 2017

Advice No. 5150 (U 904 G)

Public Utilities Commission of the State of California

<u>Subject</u>: Modification of the Marketing, Education and Outreach Memorandum Account (MEOMA) in Compliance with Decision (D.) 17-05-004

Southern California Gas Company (SoCalGas) hereby requests California Public Utilities Commission (Commission) approval of modifications to its Preliminary Statement, Part VI, Memorandum Accounts, applicable throughout its service territory, as shown on Attachment A.

Purpose

This filing complies with Ordering Paragraph (OP) 3 of Decision (D.) 17-05-004, *Decision Authorizing Southern California Gas Company to Provide up to \$11 Million for Aliso Canyon-Related Messaging*. D.17-05-004 orders SoCalGas to "use the Marketing, Education and Outreach Memorandum Account (MEOMA) established pursuant to Decision 16-04-039 to continue to track all costs associated with the Flex Alert marketing, education, and engagement activities approved in this decision."

Background

SoCalGas owns and operates the Aliso Canyon gas storage facility (Aliso Canyon). On October 23, 2015, a gas leak was discovered at one of the gas wells at Aliso Canyon. On February 18, 2016, California state officials announced that the gas leak was permanently sealed. On March 15, 2016 the assigned Commissioner to Application (A.) 12-08-007 issued a ruling to consider whether or not to authorize SoCalGas to provide additional funds to encourage conservation in response to anticipated supply shortages during the Aliso Canyon injection moratorium.

On May 11, 2017, the Commission approved D.17-05-004 which, among other things, ordered the following:

3. Southern California Gas Company (SoCalGas) shall use the Marketing, Education and Outreach Memorandum Account (MEOMA) established pursuant to Decision 16-04-039 to continue to track all costs associated with the Flex Alert marketing, education, and engagement activities approved in this decision. The tracked costs shall accrue interest. The Commission shall determine at a later time whether the balance in the MEOMA should be incorporated into the rates of SoCalGas customers.

Modification of the MEOMA

SoCalGas modifies the MEOMA to track the authorized costs associated with Flex Alert, marketing, education, and outreach activities approved in D.17-05-004. Pursuant to OP 3 of D.17-05-004, the MEOMA is modified and requested to be made effective on May 11, 2017, which is the date of D.17-05-004.

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 29, 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

Copies 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 should 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: ROrtiz@SempraUtilities.com

Effective Date

This filing is subject to Energy Division disposition and is classified as Tier 2 (effective after staff approval) pursuant to General Order (GO) 96-B. SoCalGas respectfully requests that this advice letter be approved July 9 2017, which is thirty (30) calendar days after the date filed, with the tariffs made effective May 11, 2017, the date of D.17-05-004.

Notice

A copy of this Advice Letter is being sent to SoCalGas' GO 96-B service list and the Commission's service list in Application 12-08-007. Address change requests to the GO 96-B should be directed by electronic mail to tariffs@socalgas.com or call 213-244-2837. 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

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: R	ay B. Ortiz		
\square ELC \boxtimes GAS	Phone #: (213) 244-3837			
☐ PLC ☐ HEAT ☐ WATER	E-mail: ROrtiz@semprautilities.com			
EXPLANATION OF UTILITY TY				
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat W	/ATER = Water			
Advice Letter (AL) #: 5150				
Subject of AL: Modification of the Marketing, Education and Outreach Memorandum Account (MEOMA)				
in Compliance with Decision (D.) 17-05	-004			
Keywords (choose from CPUC listing):	Memorandum Acco	unt		
AL filing type: Monthly Quarterly Annual One-Time Other				
If AL filed in compliance with a Commi	•			
D.17-05-004				
Does AL replace a withdrawn or rejecte	ed AL? If so. identif	fy the prior AL N/A		
Summarize differences between the AL				
	· · · · · · ·			
Does AL request confidential treatmen	t? If so, provide exp	lanation: No		
Resolution Required? Yes No		Tier Designation: 1 2 3		
Requested effective date: 7/9/17		No. of tariff sheets: 3		
Estimated system annual revenue effect	ct: (%): <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: Preliminary	Statement VI and T	TOCs		
Service affected and changes proposed¹: N/A				
Pending advice letters that revise the same tariff sheets: 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.,		555 West 5th Street, GT14D6		
San Francisco, CA 94102		Los Angeles, CA 90013-1011 ROrtiz@semprautilities.com		
EDTariffUnit@cpuc.ca.gov		Cariffs@socalgas.com		
		THE CLOSE TO VOICE THE CONTRACT OF THE CONTRAC		

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

ATTACHMENT A Advice No. 5150

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 54066-G	PRELIMINARY STATEMENT - PART VI - MEMORANDUM ACCOUNTS, MARKETING, EDUCATION AND OUTREACH MEMORANDUM ACCOUNT (MEOMA), Sheet 1	Original 52510-G
Revised 54067-G Revised 54068-G	TABLE OF CONTENTS TABLE OF CONTENTS	Revised 54065-G Revised 53478-G

MARKETING, EDUCATION AND OUTREACH MEMORANDUM ACCOUNT (MEOMA)

Sheet 1

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PRELIMINARY STATEMENT - PART VI - MEMORANDUM ACCOUNTS

1. Purpose

The MEOMA is an interest-bearing memorandum account recorded on SoCalGas' financial statements. Pursuant to Decision (D.) 16-04-039, the purpose of this account is to track all costs associated with the Flex Alert, marketing, education, and engagement activities. The MEOMA is effective April 21, 2016, the date of D.16-04-039. Pursuant to D.17-05-004, SoCalGas is authorized to spend up to an additional \$11 million for marketing, education, and outreach activities in 2017.

2. Applicability

The MEOMA shall apply to all gas customers except for those specifically excluded by the Commission.

3. Rates

See Disposition Section.

Accounting Procedures

SoCalGas shall maintain this account by recording entries at the end of each month, net of FF&U, as follows:

- a. A debit entry equal to actual operating and maintenance (O&M) costs;
- b. An entry to amortize the MEOMA balance as authorized by the Commission; and
- c. An entry equal to interest on the average balance in the subaccount during the month, calculated in the manner described in Preliminary Statement, Part I, J.

5. Disposition

The disposition of this account will be addressed in SoCalGas' next General Rate Case or other future proceeding.

(TO BE INSERTED BY UTILITY) 5150 ADVICE LETTER NO. DECISION NO. 17-05-004

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Jun 9, 2017 SUBMITTED Jul 9, 2017 **EFFECTIVE** RESOLUTION NO.

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

54067-G 54065-G

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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.

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Table of ContentsService Area Maps and Descriptions	
Table of ContentsRate Schedules	
Table of ContentsList of Cities and Communities Served	
Table of ContentsList of Contracts and Deviations	
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Core Fixed Cost Account (CFCA)	
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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 Accou	
Research Development and Demonstration Surcharge Account (
Demand Side Management Balancing Account (DSMBA)	
Direct Assistance Program Balancing Account (DAPBA)	
Integrated Transmission Balancing Account (ITBA)	

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 5150 \\ \text{DECISION NO.} & 17\text{-}05\text{-}004 \\ \end{array}$

ISSUED BY **Dan Skopec**Vice President

Regulatory Affairs

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Jun~9,~2017} \\ \text{EFFECTIVE} & \underline{Jul~9,~2017} \\ \text{RESOLUTION NO.} \end{array}$

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(Continued)

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Energy Savings Assistance Programs Memorandum Account (ESAPMA)52735-G
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(Continued)

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ISSUED BY **Dan Skopec**Vice President

Regulatory Affairs

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