PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



December 12, 2017

Advice Letter 5190-G

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

SUBJECT: September 2017 Buy-Back Rates

Dear Mr. van der Leeden:

Advice Letter 5190-G is effective as of September 30, 2017.

Sincerely,

Edward Randolph

Director, Energy Division

Edward Randofah



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

September 29, 2017

Advice No. 5190 (U 904 G)

Public Utilities Commission of the State of California

Subject: September 2017 Buy-Back Rates

Southern California Gas Company (SoCalGas) hereby submits for filing revisions to its tariff schedules, applicable throughout its service territory, as shown on Attachment A.

Purpose

This routine monthly filing updates the Buy-Back Rates in Schedule No. G-IMB for September 2017.

Background

As authorized in Schedule No. G-IMB - Transportation Imbalance Service, the Buy-Back Rates are established effective the last day of each month.

The Buy-Back Rates will be the lower of 1) the lowest incremental cost of gas purchased by Utility during the month the imbalance was incurred; or 2) 50% of the applicable Adjusted Core Procurement Charge, G-CPA, set forth in Schedule No. G-CP, during the month such excess imbalance was incurred.

Information

During the month September, 50% of the Adjusted Core Procurement Charge, G-CPA, is lower than the lowest incremental cost of gas. Therefore, the Buy-Back Rates for September 2017 are being revised accordingly. The work paper showing details of the calculation of these rates is incorporated herein as Attachment B.

The new rates are reflected in the attached Schedule No. G-IMB tariff sheets. Pursuant to Resolution G-3316, the September 2017 Standby Procurement Charges will be filed by a separate Advice Letter at least one day prior to October 25, 2017.

Protest

Anyone may protest this Advice Letter to the California Public Utilities 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 October 19, 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 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

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 and therefore respectfully requests that the tariff sheets filed herein be made effective September 30, 2017, to coincide with SoCalGas' Adjusted Core Procurement Charge filing in Advice No. 5181, dated August 31, 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 213-244-2837.

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. SOUTHERN CALIFORNIA GAS COMPANY (U 904G)		
Utility type:	Contact Person: R	ay B. Ortiz
☐ ELC ☐ GAS	Phone #: (213) 244-3837	
☐ PLC ☐ HEAT ☐ WATER	E-mail: ROrtiz@se	mprautilities.com
EXPLANATION OF UTILITY T	YPE	(Date Filed/ Received Stamp by CPUC)
ELC = Electric GAS = Gas		
PLC = Pipeline HEAT = Heat W	VATER = Water	
Advice Letter (AL) #: 5190		
Subject of AL: September 2017 Buy-Ba	ack Rates	
Keywords (choose from CPUC listing):	Preliminary State	ment, Core, Compliance
AL filing type: ⋈ Monthly □ Quarter	ly 🗌 Annual 🗌 On	e-Time Other
If AL filed in compliance with a Comm	ission order, indicat	e relevant Decision/Resolution #:
D.89-11-060 and D.90-09-089, et al.		
Does AL replace a withdrawn or rejected	ed AL? If so, identif	y the prior AL No. N/A
Summarize differences between the AI		· -
	•	·
Does AL request confidential treatment? If so, provide explanation: No		
Resolution Required? Yes No		Tier Designation: ⊠ 1 ☐ 2 ☐ 3
Requested effective date: 9/30/17 No. of tariff sheets: 6		No. of tariff sheets: 6
Estimated system annual revenue effective	ct: (%): <u>N/A</u>	
Estimated system average rate effect (%): <u>N/A</u>	
When rates are affected by AL, include (residential, small commercial, large C		showing average rate effects on customer classes ting).
Tariff schedules affected: Preliminary		
Service affected and changes proposed	: <u>N/A</u>	_
Pending advice letters that revise the same tariff sheets: 5180 and 5187		
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		outhern California Gas Company
Attention: Tariff Unit		attention: Ray B. Ortiz
505 Van Ness Ave.,		55 West 5th Street, GT14D6
San Francisco, CA 94102		os Angeles, CA 90013-1011
EDTariffUnit@cpuc.ca.gov	·	Cortiz@semprautilities.com Cariffs@socalgas.com

¹ Discuss in AL if more space is needed.

ATTACHMENT A Advice No. 5190

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 54316-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet	Revised 54309-G
Revised 54317-G	6 PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 7	Revised 54256-G
Revised 54318-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 54310-G
Revised 54319-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 3	Revised 54258-G
Revised 54320-G	TABLE OF CONTENTS	Revised 54311-G
Revised 54321-G	TABLE OF CONTENTS	Revised 54312-G

Revised LOS ANGELES, CALIFORNIA CANCELING Revised CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

54316-G 54309-G

PRELIMINARY STATEMENT PART II **SUMMARY OF RATES AND CHARGES**

Sheet 6

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(Continued)

WHOLESALE (Con

Schedule GT-TLS (ECOGAS)	
GT-12CA, Class-Average Volumetric Rate Option	
Volumetric Charge	1.46
CT 12DC December Data Outline	
GT-12RS, Reservation Rate Option	
Reservation Rate, per therm per day	0.60
Usage Charge, per therm	0.52
Volumetric Transportation Charge for Non-Bypass Customers	1.68
Volumetric Transportation Charge for Bypass Customers	

PROCUREMENT CHARGE

Schedule G-CP

Non-Residential Core Procurement Charge, per therm	33.735¢
Non-Residential Cross-Over Rate, per therm	34.213¢
Residential Core Procurement Charge, per therm	33.735¢
Residential Cross-Over Rate, per therm	34.213¢
Adjusted Core Procurement Charge, per therm	33.527¢

IMBALANCE SERVICE

Standby Procurement Charge

Core Retail Standby (SP-CR)	
July 2017	48.523¢
August 2017	62.076¢
September 2017	TBD*
Noncore Retail Standby (SP-NR)	
July 2017	48.581¢
August 2017	62.134¢
September 2017	TBD*
Wholesale Standby (SP-W)	
July 2017	48.581¢
August 2017	· · · · · · · · · · · · · · · · · · ·
September 2017	,

^{*}To be determined (TBD). Pursuant to Resolution G-3316, the Standby Charges will be filed by a separate advice letter at least one day prior to October 25.

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 5190 DECISION NO. 89-11-060 & 90-09-089, et al. 6H9

ISSUED BY Dan Skopec Vice President

Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Sep 29, 2017 DATE FILED Sep 30, 2017 **EFFECTIVE** RESOLUTION NO.

Revised LOS ANGELES, CALIFORNIA CANCELING Revised CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

54317-G 54256-G

Sheet 7

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PRELIMINARY STATEMENT **PART II SUMMARY OF RATES AND CHARGES**

(Continued)

IMBALANCE SERVICE (Continued)

Rux	-Back	Rate
Duy	-Dack	Naic

Core and Noncore Retail (BR-R)

July 2017	17.578¢
August 2017	17.503¢
September 2017	16.764¢

Wholesale (BR-W)

July 2017	17.525¢
August 2017	17.450¢
September 2017	

STORAGE SERVICE

Schedule G-BSS (Basic Storage Service)

Reservation Charges

Annual Inventory, per decatherm reserved	21.400¢/year
Annual Withdrawal, per decatherm/day reserved	\$11.584/year
Daily Injection, per decatherm/day reserved	. 9.425¢/day

In-Kind Energy Charge for quantity delivered for injection during the year

The In-Kind Energy Charge shall be adjusted as necessary on the basis of a three-year rolling average of actual fuel use.

Schedule G-AUC (Auction Storage Service)

Reservation Charges

Annual Inventory, per decatherm reserved	(1)
Annual Withdrawal, per decatherm/day reserved	(1)
Daily Injection, per decatherm/day reserved	(1)

(1) Charge shall be equal to the awarded price bid by the customer.

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 5190 DECISION NO. 89-11-060 & 90-09-089, et al. 7H9

ISSUED BY Dan Skopec Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Sep 29, 2017 DATE FILED Sep 30, 2017 **EFFECTIVE** RESOLUTION NO.

LOS ANGELES, CALIFORNIA CANCELING

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

54318-G 54238-G

54310-G

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 2

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(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 0.266ϕ 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 "Natural Gas Intelligence's (NGI's) Daily Gas Price Index – Southern California Border Average" and "SNL Energy's Daily Indices – SoCal Border."

core retuin service.
SP-CR Standby Rate, per therm
July 2017

 July 2017
 48.523ϕ

 August 2017
 62.076ϕ

 September 2017
 TBD*

Noncore Retail Service:

Core Retail Service:

SP-NR Standby Rate, per therm

Wholesale Service:

SP-W Standby Rate per therm

 July 2017
 48.581 ¢

 August 2017
 62.134 ¢

 September 2017
 TBD*

*To be determined (TBD). Pursuant to Resolution G-3316, the Standby Charges will be filed by a separate advice letter at least one day prior to October 25.

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 5190 DECISION NO. 89-11-060 & 90-09-089, et al.

ISSUED BY

Dan Skopec

Vice President

Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Sep 29, 2017

EFFECTIVE Sep 30, 2017

RESOLUTION NO.

LOS ANGELES, CALIFORNIA CANCELING REV

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

54319-G 54258-G

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 3

(Continued)

RATES (Continued)

Buy-Back Rate

This rate is applied to customer's cumulative positive transportation imbalance (confirmed transportation deliveries less actual usage) exceeding the 8 percent tolerance band. The Buy-Back Rate is established effective the last day of each month and will be the lower of 1) the lowest incremental cost of gas purchased by the Utility during the month the excess imbalance was incurred; or 2) 50% of the applicable Adjusted Core Procurement Charge, G-CPA, set forth in Schedule No. G-CP, during the month such excess imbalance was incurred.

Retail Service:

BR-R Buy-Back Rate, per therm		
July 2017	17.578¢	D
August 2017	17.503¢	
September 2017	16.764¢	R
Wholesale Service:		

BR-W Buy-Back R	tate, per therm	
July 2017		17.525¢
•		
September 2017	1	16.714¢

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If the incremental cost of gas is the basis for the Standby or Buy-Back Rates, the Utility will provide CPUC the necessary work papers for such cost. Such documentation will be provided under confidentiality pursuant to General Order 66-C and Section 583 of the Public Utilities Code.

Daily Balancing Standby Rates

When a Stage 5 Low Operational Flow Order (Low OFO) or Emergency Flow Order (EFO) is declared, quantities not in compliance with the daily imbalance tolerance are purchased at the daily balancing standby rate. When a curtailment is declared, quantities determined by the Utility to be in violation of curtailment are charged (not purchased) at the daily balancing standby rate. There will be no commodity transfer to the curtailed customer in return for receiving this charge.

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 5190 DECISION NO. 89-11-060 & 90-09-089, et al.

ISSUED BY **Dan Skopec**Vice President

Regulatory Affairs

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Sep~29,2017} \\ \text{EFFECTIVE} & \underline{Sep~30,2017} \\ \text{RESOLUTION NO.} \end{array}$

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LOS ANGELES, CALIFORNIA CANCELING Revised

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	51160-G,51161-G,51162-G,51163-G

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(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 5190 DECISION NO. 89-11-060 & 90-09-089, et al.

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DATE FILED Sep 29, 2017
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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 ContentsRules			
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(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 5190 DECISION NO. 89-11-060 & 90-09-089, $_{1H10}$ et al.

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ATTACHMENT B

ADVICE NO. 5190

RATE CALCULATION WORKPAPER BASED ON ADVICE NO. 5181 ADJUSTED CORE PROCUREMENT CHARGE FILING EFFECTIVE SEPTEMBER 1, 2017

Adjusted Core Procurement Charge:

Retail G-CPA: 33.527 ¢ per therm (WACOG: 32.955 ¢ + Franchise and Uncollectibles: 0.572 ¢ or [1.7370% * 32.955 ¢])

Wholesale G-CPA: 33.428 ¢ per therm (WACOG: 32.955 ¢ + Franchise: 0.473 ¢ or [1.4339% * 32.955 ¢])

GIMB Buy-Back Rates

BR-R = 50% of Retail G-CPA: 50% * 33.527 cents/therm = **16.764** cents/therm

BR-W = 50% of Wholesale G-CPA: 50% * 33.428 cents/therm = **16.714** cents/therm