

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3298



September 10, 2018

**Advice Letter 5337-G**

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

**SUBJECT: Schedule No. G0CPS July 2018 Cash-Out Rates.**

Dear Mr. van der Leeden:

Advice Letter 5337-G is effective as of August 3, 2018.

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](mailto:RvanderLeeden@semprautilities.com)

August 3, 2018

Advice No. 5337  
(U 904 G)

Public Utilities Commission of the State of California

**Subject: Schedule No. G-CPS July 2018 Cash-Out Rates**

Southern California Gas Company (SoCalGas) hereby submits revisions to its Schedule No. G-CPS, California Producer Service (G-CPS), applicable throughout its service territory, as shown on Attachment A.

**Purpose**

This routine submittal updates the Imbalance Cash-out Rates in G-CPS with rates for July 2018 as authorized by the California Public Utilities Commission's (Commission) approval, on February 11, 2014, of SoCalGas' Advice No. (AL) 4177-A which was submitted in compliance with Resolution (Res.) G-3489 and is consistent with Decision (D.) 07-08-029 and D.10-09-001.

**Background**

SoCalGas submitted AL 4177-A to implement the modifications ordered in Res. G-3489, D.07-08-029, and D.10-09-001. Consistent with these documents, SoCalGas included its new tariff, G-CPS, to cover SoCalGas' costs associated with providing services to California Producers. G-CPS also provides the rate calculation methodology for the monthly California Producer Imbalance Cash-out rates using gas price indices published by the Intercontinental Exchange (ICE). On February 11, 2014, the Commission approved G-CPS as part of AL 4177-A, along with other tariffs and agreement forms. The methodology that SoCalGas uses to determine the Imbalance Cash-out Rates is described in G-CPS, Special Condition 5.

On August 28, 2017, SoCalGas submitted AL 5179 which included modifications to the G-CPS cash-out rate calculations by replacing: 1) ICE's daily High, Low, and Average

indices for SoCal Border Average with the Natural Gas Intelligence's (NGI) daily High, Low, and Average indices for SoCal Border Average; and 2) the Average Daily Index with the 7-Day Average of the Average Daily Indices. On September 28, 2017, the Commission approved the G-CPS modifications as part of AL 5179, along with other tariff and agreement forms modifications. The modified methodology that SoCalGas uses to determine the Imbalance Cash-out Rates is described in G-CPS, Special Condition 5.

### **Information**

The Imbalance Cash-out Rates will be submitted on or before the third business day of each month to be effective on the date submitted. This submittal updates the July 2018 Imbalance Cash-out Rates and includes the previous month's Imbalance Cash-out Rates. The Imbalance Cash-out Rates are reflected in the attached G-CPS tariff sheets.

### **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 August 23, 2018. The address for mailing or delivering a protest to the Commission is:

CPUC Energy Division  
Attn: 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](mailto:EDTariffUnit@cpuc.ca.gov)). A copy of the protest should 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](mailto: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 submitted herein be effective August 3, 2018, which is the date submitted, and are to be applicable to the period of June 2018 through July 2018.

**Notice**

A copy of this Advice Letter is being sent to SoCalGas' GO 96-B service list and the Commission's service list in A.04-08-018, California Producer Access. Address change requests to the GO 96-B service list should be directed by e-mail to [Tariffs@socalgas.com](mailto: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 e-mail at [Process\\_Office@cpuc.ca.gov](mailto:Process_Office@cpuc.ca.gov).

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Ronald van der Leeden  
Director – Regulatory Affairs

Attachments

# CALIFORNIA PUBLIC UTILITIES COMMISSION

## ADVICE LETTER SUBMITTAL 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](mailto:ROrtiz@semprautilities.com)

### EXPLANATION OF UTILITY TYPE

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

(Date Submitted/ Received Stamp by CPUC)

Advice Letter (AL) #: 5337

Subject of AL: Schedule No. G-CPS July 2018 Cash-Out Rates

Keywords (choose from CPUC listing): Compliance; Non-Core

AL type:  Monthly  Quarterly  Annual  One-Time  Other

If AL submitted in compliance with a Commission order, indicate relevant Decision/Resolution #:  
G-3489

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 AL<sup>1</sup>: N/A

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

Resolution Required?  Yes  No

Tier Designation:  1  2  3

Requested effective date: 8/3/18

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: Schedule No. G-CPS and TOCs

Service affected and changes proposed<sup>1</sup>: N/A

Pending advice letters that revise the same tariff sheets: 5318

**Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this submittal, 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](mailto:EDTariffUnit@cpuc.ca.gov)

Southern California Gas Company  
Attention: Ray B. Ortiz  
555 West 5<sup>th</sup> Street, GT14D6  
Los Angeles, CA 90013-1011  
[ROrtiz@semprautilities.com](mailto:ROrtiz@semprautilities.com)  
[Tariffs@socalgas.com](mailto:Tariffs@socalgas.com)

<sup>1</sup> Discuss in AL if more space is needed.

ATTACHMENT A  
Advice No. 5337

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 55366-G	Schedule No. G-CPS, CALIFORNIA PRODUCER SERVICE, Sheet 7	Revised 55291-G
Revised 55367-G	Schedule No. G-CPS, CALIFORNIA PRODUCER SERVICE, Sheet 8	Revised 55292-G
Revised 55368-G	TABLE OF CONTENTS	Revised 55330-G
Revised 55369-G	TABLE OF CONTENTS	Revised 55365-G

Schedule No. G-CPS  
CALIFORNIA PRODUCER SERVICE

Sheet 7

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(Continued)

SPECIAL CONDITIONS (Continued)

5. (Continued)

Cash-out Rates Using Daily Index – SoCal Border as Reported by NGI:

June 2018 Flow Date	150% of 7-Day Average of High Daily Indices (\$/therm)	50% of 7-Day Average of Low Daily Indices (\$/therm)	7-Day Average of Average Daily Indices (\$/therm)
1	0.34136	0.10286	0.21957
2	0.35700	0.10464	0.22729
3	0.37264	0.10643	0.23500
4	0.38829	0.10821	0.24271
5	0.40393	0.11107	0.25071
6	0.40929	0.11286	0.25414
7	0.41679	0.11500	0.25800
8	0.41679	0.11679	0.25943
9	0.40436	0.11593	0.25357
10	0.39193	0.11507	0.24771
11	0.37950	0.11421	0.24186
12	0.37843	0.11529	0.24243
13	0.38164	0.11636	0.24529
14	0.38229	0.11707	0.24629
15	0.38443	0.11571	0.24614
16	0.38507	0.11407	0.24500
17	0.38571	0.11243	0.24386
18	0.38636	0.11079	0.24271
19	0.38207	0.10864	0.24029
20	0.38636	0.10543	0.23929
21	0.39536	0.10436	0.24171
22	0.39579	0.10464	0.24257
23	0.39471	0.10464	0.24286
24	0.39364	0.10464	0.24314
25	0.39257	0.10464	0.24343
26	0.39364	0.10250	0.24171
27	0.39471	0.10179	0.24286
28	0.38614	0.09929	0.23843
29	0.38786	0.09893	0.23786
30	0.39857	0.10107	0.24343
Average for the Month	N/A	N/A	0.24331

(Continued)

(TO BE INSERTED BY UTILITY)  
 ADVICE LETTER NO. 5337  
 DECISION NO.

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

(TO BE INSERTED BY CAL. PUC)  
 SUBMITTED Aug 3, 2018  
 EFFECTIVE Aug 3, 2018  
 RESOLUTION NO. G-3489

Schedule No. G-CPS  
CALIFORNIA PRODUCER SERVICE

Sheet 8

(Continued)

SPECIAL CONDITIONS (Continued)

5. (Continued)

Cash-out Rates Using Daily Index – SoCal Border as Reported by NGI:

July 2018 Flow Date	150% of 7-Day Average of High Daily Indices (\$/therm)	50% of 7-Day Average of Low Daily Indices (\$/therm)	7-Day Average of Average Daily Indices (\$/therm)
1	0.40714	0.10321	0.24800
2	0.41571	0.10536	0.25257
3	0.41571	0.10857	0.25400
4	0.40821	0.11171	0.25129
5	0.40714	0.11486	0.25271
6	0.43286	0.11843	0.26443
7	0.44507	0.12021	0.27014
8	0.45943	0.12200	0.27686
9	0.47379	0.12379	0.28357
10	0.51343	0.12450	0.29986
11	0.54236	0.12421	0.30900
12	0.57343	0.12321	0.32329
13	0.58093	0.12286	0.32671
14	0.59871	0.12321	0.33386
15	0.61650	0.12357	0.34100
16	0.63429	0.12393	0.34814
17	0.63214	0.12429	0.34643
18	0.65357	0.12571	0.35771
19	0.66321	0.12786	0.36229
20	0.67179	0.12679	0.36386
21	0.66750	0.12679	0.36229
22	0.66321	0.12679	0.36071
23	0.65893	0.12679	0.35914
24	1.09929	0.13000	0.45843
25	1.24929	0.12857	0.52800
26	1.39821	0.12786	0.57257
27	1.52143	0.12750	0.61329
28	1.53643	0.12714	0.61943
29	1.55143	0.12679	0.62557
30	1.56643	0.12643	0.63171
31	1.13036	0.12286	0.54186
Average for the Month	N/A	N/A	0.37867

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SUBMITTED Aug 3, 2018  
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(Continued)

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