STATE OF CALIFORNIA GAVIN NEWSOM, Governor

#### PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



February 16, 2021

Advice Letter 5757 and 5757-A

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

### **SUBJECT: December 2020 Standby Procurement Charges.**

Dear Mr. van der Leeden:

Advice Letter 5757 and 5757-A is effective as of January 21, 2021.

Sincerely,

Edward Randolph

Deputy Executive Director for Energy and Climate Policy/

Director, Energy Division

Edward Randoft



Joseph Mock Business Manager Regulatory Affairs

555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011 Tel: 213.244.3718 Fax: 213.244.4957 <u>JMock@socalgas.com</u>

January 21, 2021

Advice No. 5757 (U 904 G)

Public Utilities Commission of the State of California

#### **Subject: December 2020 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 submittal updates the Standby Procurement Charges in Schedule No. G-IMB for December 2020.

#### **Background**

Resolution G-3316, dated May 24, 2001, and Advice No. (AL) 4133, submitted 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. AL 5179, submitted on August 28, 2017 and effective October 1, 2017, revised the Schedule No. G-IMB Standby Procurement Charge by replacing the "InterContinental Daily Indices – SoCal Border" with "SNL Energy's Daily Indices – SoCal Border." 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 0.207¢ 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 "SNL Energy's 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 December 2020 (covering the period December 1, 2020 to January 20, 2021), the highest daily border price index at the Southern California border is \$0.43570 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.65621 per therm for noncore retail service and all wholesale service, and \$0.65566 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 February 10, 2021. 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 (<a href="EDTariffUnit@cpuc.ca.gov">EDTariffUnit@cpuc.ca.gov</a>). Due to the COVID-19 pandemic and the shelter at home orders, SoCalGas is currently unable to receive protests or comments to this Advice Letter via U.S. mail or fax. Please submit protests or comments to this Advice Letter via e-mail to the address shown below on the same date it is mailed or e-mailed 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@socalgas.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 made effective January 21, 2021, the date submitted, 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 January 25, 2021.

#### **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 service list should be directed via e-mail to <a href="mailto:Tariffs@socalgas.com">Tariffs@socalgas.com</a> or call 213-244-2837.

/s/ Joseph Mock
Joseph Mock
Business Manager – Regulatory Affairs

Attachments





## California Public Utilities Commission

# ADVICE LETTER UMMARY



LIVEROTOTIETT		
MUST BE COMPLETED BY UT	ILITY (Attach additional pages as needed)	
Company name/CPUC Utility No.:		
Utility type:  ELC GAS WATER  PLC HEAT	Contact Person: Phone #: E-mail: E-mail Disposition Notice to:	
EXPLANATION OF UTILITY TYPE  ELC = Electric GAS = Gas WATER = Water  PLC = Pipeline HEAT = Heat WATER = Water	(Date Submitted / Received Stamp by CPUC)	
Advice Letter (AL) #:	Tier Designation:	
Subject of AL:		
Keywords (choose from CPUC listing):		
AL Type: Monthly Quarterly Annual One-Time Other:		
if AL submitted in compliance with a Commissi	on order, indicate relevant Decision/Resolution #:	
Does AL replace a withdrawn or rejected AL? If so, identify the prior AL:		
Summarize differences between the AL and th	e prior withdrawn or rejected AL:	
Confidential treatment requested? Yes	No	
	nation: vailable to appropriate parties who execute a ontact information to request nondisclosure agreement/	
Resolution required? Yes No		
Requested effective date:	No. of tariff sheets:	
Estimated system annual revenue effect (%):		
Estimated system average rate effect (%):		
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:		
Service affected and changes proposed <sup>1:</sup>		
Pending advice letters that revise the same ta	riff sheets:	

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 Avenue	
San Francisco, CA 94102	

Email: <a href="mailto:EDTariffUnit@cpuc.ca.gov">EDTariffUnit@cpuc.ca.gov</a>

Name: Title:

Utility Name: Address: City:

State: Zip:

Telephone (xxx) xxx-xxxx: Facsimile (xxx) xxx-xxxx:

Email:

Name:

Title:

Utility Name: Address: City:

State: Zip:

Telephone (xxx) xxx-xxxx: Facsimile (xxx) xxx-xxxx:

Email:

## ATTACHMENT A Advice No. 5757

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 58491-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 6	Revised 58455-G
Revised 58492-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 58415-G
Revised 58493-G	TABLE OF CONTENTS	Revised 58470-G
Revised 58494-G	TABLE OF CONTENTS	Revised 58478-G

#### SOUTHERN CALIFORNIA GAS COMPANY

58491-G Revised CAL. P.U.C. SHEET NO. LOS ANGELES, CALIFORNIA CANCELING Revised 58455-G CAL. P.U.C. SHEET NO.

PRELIMINARY STATEMENT
PART II
SUMMARY OF RATES AND CHARGES

(Continued)

WHOLESALE (Continued)
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Schedule GT-TLS (ECOGAS) GT-12CA, Class-Average Volumetric Rate Option Volumetric Charge	3.109¢
GT-12RS, Reservation Rate Option	1.056
Reservation Rate, per therm per day	· ·
Usage Charge, per therm	1.547¢
Volumetric Transportation Charge for Non-Bypass Customers	3.576¢
Volumetric Transportation Charge for Bypass Customers	4.198¢

#### PROCUREMENT CHARGE

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Non-Residential Core Procurement Charge, per therm	39.764¢
Non-Residential Cross-Over Rate, per therm	39.764¢
Residential Core Procurement Charge, per therm	39.764¢
Residential Cross-Over Rate, per therm	39.764¢
Adjusted Core Procurement Charge, per therm	40.602¢

#### **IMBALANCE SERVICE**

#### Standby Procurement Charge

Core Retail Standby (SP-CR)	
October 2020	65.341¢
November 2020	65.566¢
December 2020	65.566¢
Noncore Retail Standby (SP-NR)	ŕ
October 2020	65.396¢
November 2020	65.621¢
December 2020	65.621¢
Wholesale Standby (SP-W)	,
October 2020	65.396¢
November 2020	65.621¢
December 2020	'

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 5757 DECISION NO.

6H8

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

(TO BE INSERTED BY CAL. PUC) Jan 21, 2021 SUBMITTED Jan 21, 2021 EFFECTIVE RESOLUTION NO. G-3316

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Sheet 6

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LOS ANGELES, CALIFORNIA CANCELING Revised

Revised

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

58492-G 58415-G

### 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 0.211¢ 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 Retail Service:	
SP-CR Standby Rate, per therm	
October 2020	65.341¢
November 2020	65.566¢
December 2020	65.566¢
Noncore Retail Service:	
SP-NR Standby Rate, per therm	
October 2020	65.396¢
November 2020	65.621¢
December 2020	65.621¢
Wholesale Service:	·
SP-W Standby Rate per therm	
October 2020	65.396¢
November 2020	65.621¢
December 2020	65 621 <i>d</i>

(Continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 5757
DECISION NO.

2H8

ISSUED BY

Dan Skopec

Vice President

Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
SUBMITTED Jan 21, 2021
EFFECTIVE Jan 21, 2021
RESOLUTION NO. G-3316

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LOS ANGELES, CALIFORNIA CANCELING

(Continued)

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	(Communication)
G-AMOP	Residential Advanced Meter Opt-Out Program 51577-G,51578-G
G-CP	Core Procurement Service
GT-NC	Intrastate Transportation Service for
	Distribution Level Customers 58392-G,58393-G,58394-G,53323-G,53324-G
	53325-G,53326-G
GT-TLS	Intrastate Transportation Service for
	Transmission Level Customers 53327-G,58395-G,58396-G,58397-G,58398-G
	53331-G,53332-G,53333-G,53334-G,53335-G
	53336-G,53337-G,53338-G
GT-SWGX	Wholesale Natural Gas Service 57483-G,45341-G
G-IMB	Transportation Imbalance Service
	53788-G,55072-G,55073-G
G-OSD	Off-System Delivery Service
G-BTS	Backbone Transportation Service
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	57729-G,57730-G,57731-G,57732-G,56656-G,56657-G,56658-G
G-POOL	Pooling Service
G-BSS	Basic Storage Service
	45769-G,45770-G
G-AUC	Auction Storage Service
	32712-G,32713-G,36314-G,32715-G
G-LTS	Long-Term Storage Service
	45772-G,45773-G
G-TBS	Transaction Based Storage Service
	57405-G,52898-G
G-CBS	UDC Consolidated Billing Service 51155-G,54820-G,34073-G,54821-G
G-SMT	Secondary Market Transactions
	of Storage Rights
G-TCA	Transportation Charge Adjustment58401-G
G-CCC	Greenhouse Gas California Climate Credit
<b>GO-BCUS</b>	Biogas Conditioning/Upgrade Services 51156-G,51157-G,51158-G,51159-G
	51160-G,51161-G,54919-G,54920-G,54921-G

(Continued)

(TO BE INSERTED BY UTILITY) 5757 ADVICE LETTER NO. DECISION NO.

2H9

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

(TO BE INSERTED BY CAL. PUC) Jan 21, 2021 SUBMITTED Jan 21, 2021 EFFECTIVE RESOLUTION NO. G-3316

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#### LOS ANGELES, CALIFORNIA CANCELING

#### **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.
Title Page
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Table of ContentsSample Forms
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Part III Cost Allocation and Revenue Requirement
Part IV Income Tax Component of Contributions and Advances
Part V Balancing Accounts
Description and Listing of Balancing Accounts 52939-G,56825-G Purchased Gas Account (PGA) 55465-G,55466-G Core Fixed Cost Account (CFCA) 57357-G,57977-G,57637-G,57978-G,57639-G Noncore Fixed Cost Account (NFCA) 57360-G,55693-G,57361-G Enhanced Oil Recovery Account (EORA) 49712-G Noncore Storage Balancing Account (NSBA) 57362-G,57363-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) 56828-G,56829-G Post-Retirement Benefits Other Than Pensions Balancing Account (PBOPBA) 56830-G,56831-G 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)

(Continued)

(TO BE INSERTED BY UTILITY) 5757 ADVICE LETTER NO. DECISION NO.

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

(TO BE INSERTED BY CAL. PUC) Jan 21, 2021 SUBMITTED Jan 21, 2021 EFFECTIVE RESOLUTION NO. G-3316

#### ATTACHMENT B

#### **ADVICE NO. 5757**

# RATE CALCULATION WORK PAPER SCHEDULE NO. G-IMB STANDBY PROCUREMENT CHARGE SUBMITTAL EFFECTIVE DECEMBER 2020

#### **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 "SNL Energy Daily Indices - SoCal Border."

The highest daily border price index for the period was on December 15, 2020

12/15/20 NGI's Daily Gas Price Index (NDGPI) = \$0.40300 per therm

12/15/20 SNL Energy Daily Indices (SNLDI) = \$0.46840 per therm

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

**HDBPI** = \$0.43570 per therm

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

**SP-CR** = 150% x \$0.43570 + \$0.00211 = \$0.65566

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

**SP-NR** = 150% x \$0.43570 + \$0.00266 = \$0.65621

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

**SP-W** = 150% x \$0.43570 + \$0.00266 = **\$0.65621**