

PUBLIC UTILITIES COMMISSION
505 Van Ness Avenue
San Francisco CA 94102-3298



Southern California Gas Company
GAS (Corp ID 904)
Status of Advice Letter 5842G
As of August 6, 2021

Subject: Implementation of Revenue Requirement Adjustments in Accordance with Decision 21-05-003

Division Assigned: Energy

Date Filed: 07-13-2021

Date to Calendar: 07-16-2021

Authorizing Documents: D2105003

Disposition:	Accepted
Effective Date:	08-12-2021

Resolution Required: No

Resolution Number: None

Commission Meeting Date: None

CPUC Contact Information:

edtariffunit@cpuc.ca.gov

AL Certificate Contact Information:

Ray Ortiz

213-244-3837

ROrtiz@socalgas.com

PUBLIC UTILITIES COMMISSION
505 Van Ness Avenue
San Francisco CA 94102-3298



To: Energy Company Filing Advice Letter

From: Energy Division PAL Coordinator

Subject: Your Advice Letter Filing

The Energy Division of the California Public Utilities Commission has processed your recent Advice Letter (AL) filing and is returning an AL status certificate for your records.

The AL status certificate indicates:

- Advice Letter Number
- Name of Filer
- CPUC Corporate ID number of Filer
- Subject of Filing
- Date Filed
- Disposition of Filing (Accepted, Rejected, Withdrawn, etc.)
- Effective Date of Filing
- Other Miscellaneous Information (e.g., Resolution, if applicable, etc.)

The Energy Division has made no changes to your copy of the Advice Letter Filing; please review your Advice Letter Filing with the information contained in the AL status certificate, and update your Advice Letter and tariff records accordingly.

All inquiries to the California Public Utilities Commission on the status of your Advice Letter Filing will be answered by Energy Division staff based on the information contained in the Energy Division's PAL database from which the AL status certificate is generated. If you have any questions on this matter please contact the:

Energy Division's Tariff Unit by e-mail to
edtariffunit@cpuc.ca.gov



Joseph Mock
Director
Regulatory Affairs

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July 13, 2021

Advice No. 5842
(U 904 G)

Public Utilities Commission of the State of California

Subject: Implementation of Revenue Requirement Adjustments in Accordance with Decision 21-05-003

Southern California Gas Company (SoCalGas) hereby submits for approval with the California Public Utilities Commission (Commission or CPUC) revisions to SoCalGas' General Rate Case-related revenue requirements for years 2019-2021.

Purpose

In accordance with Decision (D.) 21-05-003,¹ Ordering Paragraph (OP) 3, SoCalGas hereby submits to the Commission this advice letter to implement revenue requirement modifications. OP 3 of D.21-05-003 ordered SoCalGas to submit a Tier 2 advice letter within 30 days from the effective date of D.21-05-003, May 6, 2021. SoCalGas inadvertently missed the submittal of this advice letter. Upon realization of this error, SoCalGas expeditiously notified the Energy Division on July 9, 2021 and submits this advice letter pursuant to the guidance of the Energy Division. Following approval of this advice letter, SoCalGas proposes to implement the reductions in rates discussed herein via its year-end consolidated advice letter submittal. Accordingly, no harm results from the late submission of this advice letter.

Background

On May 6, 2021, the Commission adopted D.21-05-003 which approved with modifications a Petition for Modification (PFM) of D.19-09-051,² jointly filed by SoCalGas and San Diego Gas & Electric Company (SDG&E). D.21-05-003 also included OPs to implement aspects of other Commission decisions that impacted the revenue requirement addressed in D.21-05-

¹ D.21-05-003, *Decision Regarding San Diego Gas and Electric Company's and Southern California Gas Company's Post Test Year Mechanism for 2022 and 2023* (effective May 6, 2021).

² D.19-09-051, *Decision Addressing the Test Year 2019 General Rate Cases of San Diego Gas & Electric Company and Southern California Gas Company* (effective September 26, 2019).

003. Specifically, OP 3 directs SoCalGas and SDG&E to implement the revenue requirement adjustments adopted in D.20-07-038:³

Within 30 days from the effective date of this Order, Southern California Gas Company (SoCalGas) and San Diego Gas & Electric Company (SDG&E) shall each file respective Tier 2 advice letters to implement the revenue requirement modifications to Decision (D.) 19-09-051 specified in Ordering Paragraph (OP) 1a to 1u of D.20-07-038. The modifications shall be effective as of January 1, 2019. However, OP 1j and 1k are hereby corrected such that the total amount of promotional gear for SoCalGas is \$134,000 and for SDG&E \$64,000.

This late submitted advice letter implements OP 3 of D.21-05-003.

Discussion

OP 1 (including all its subparts) of D.20-07-038, as clarified in D.21-05-003, modified certain aspects of the 2019 GRC Decision, D.19-09-051. Some of the modifications adopted in D.20-07-038 resulted in revenue requirement adjustments. The following tables summarize those adjustments that have a rate impact on a direct cost and revenue requirement basis:

Direct O&M Reductions:

Modified Item	Cite	2019 Impact (\$000)	2020 Impact (\$000)	2021 Impact (\$000)	Total Impact (\$000)
Sempra Corporate Center Incentive Compensation Plan (ICP) costs	OP 1e to 1i of D.20-07-038	\$1,837	\$1,885	\$1,930	\$5,652
Dues and donations-related costs	OP 1j to 1n of D.20-07-038 as corrected by D.21-05-003 at 9-10 regarding interchanged promotional gear costs	\$144	\$147	\$151	\$442
	Total	\$1,981	\$2,032	\$2,081	\$6,094

Revenue Requirement Reductions:

	2019 (\$000)	2020 (\$000)	2021 (\$000)	Total (\$000)
Base Margin w/o FF&U	\$1,872	\$1,930	\$1,978	\$5,780
FF&U	\$32	\$33	\$34	\$99
Total Revenue Requirement	\$1,904	\$1,963	\$2,012	\$5,879

In accordance with OP 3 of D.21-05-003, these changes are applicable to the revenue requirements for the years 2019-2021 and thus will result in a refund to ratepayers. The

³ D.20-07-038, *Order Modifying Decision (D.) 19-09-051 and Denying Rehearing, as Modified* (effective July 16, 2020).

revenue requirement reduction table above presents the base margin impacts associated with the modifications adopted in D.20-07-038, as clarified in D.21-05-003. Upon approval of this advice letter, SoCalGas proposes to implement in rates these amounts utilizing its year-end consolidated advice letter submittal whereby the refund will be implemented on January 1, 2022, and will be amortized over 12 months, through December 31, 2022.

SoCalGas notes that the revenue requirements adopted in D.21-05-003 for 2022 and 2023 already reflect the modifications for D.20-07-038, as clarified by D.21-05-003.⁴ Accordingly, no future adjustment for years 2022 and 2023 is needed.

Protests

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 2, 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 (EDTariffUnit@cpuc.ca.gov). 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 addresses 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
E-mail: Tariffs@socalgas.com

Effective Date

SoCalGas believes that this submittal is subject to Energy Division disposition and should be classified as Tier 2 (effective after staff approval) pursuant to General Order (GO) 96-B and D.21-05-003. SoCalGas respectfully requests that this submittal become effective August 12, 2021, which is 30 calendar days after the date submitted.

⁴ See D.21-05-003, Appendix D at D-1. Table 1: SoCalGas PTY Summary line number 12, AFR Adjustment (including FFU), shows the adjustments for years 2022 and 2023.

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.17-10-007 (cons.). Address change requests to the GO 96-B service list should be directed via e-mail to Tariffs@socialgas.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 via e-mail at Process_Office@cpuc.ca.gov.

/s/ Joseph Mock
Joseph Mock
Director – Regulatory Affairs



ADVICE LETTER SUMMARY

ENERGY UTILITY



MUST BE COMPLETED BY UTILITY (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

(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 Commission 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 the prior withdrawn or rejected AL:

Confidential treatment requested? Yes No

If yes, specification of confidential information:

Confidential information will be made available to appropriate parties who execute a nondisclosure agreement. Name and contact information to request nondisclosure agreement/ access to confidential information:

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 proposed¹:

Pending advice letters that revise the same tariff sheets:

¹Discuss in AL if more space is needed.

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: EDTariffUnit@cpuc.ca.gov

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: