

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



Southern California Gas Company
GAS (Corp ID 904)
Status of Advice Letter 5931G
As of March 3, 2022

Subject: SoCalGas AL 5931 (Self-Generation Incentive Program (SGIP) Annual Budget Update Advice Letter Pursuant to Decision (D.) 21-12-031)

Division Assigned: Energy

Date Filed: 01-28-2022

Date to Calendar: 02-02-2022

Authorizing Documents: D2112031

Disposition:	Accepted
Effective Date:	01-28-2022

Resolution Required: No

Resolution Number: None

Commission Meeting Date: None

CPUC Contact Information:

edtariffunit@cpuc.ca.gov

AL Certificate Contact Information:

Gary Lenart

213-244-2424

GLenart@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- Disposition of Filing (Accepted, Rejected, Withdrawn, etc.)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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January 28, 2022

Advice No. 5931
(U 904 G)

Public Utilities Commission of the State of California

**Subject: Self-Generation Incentive Program (SGIP) Annual Budget Update Advice
Letter Pursuant to Decision (D.) 21-12-031**

Purpose

Pursuant to D.21-12-031, Ordering Paragraph (OP) 1(e), Southern California Gas Company (SoCalGas) hereby submits their annual budget update advice letter to the California Public Utilities Commission (Commission or CPUC).

Background

D.21-12-031, OP 1(e) states that, starting in 2022, the SGIP Program Administrators (PAs) are ordered to submit an annual Tier 1 budget update advice letter no later than January 30th of each year containing information on all budget categories shown in Appendix A of D.09-12-047, including any forfeited funds and any accrued interest PAs carryover from year to year.

SGIP Accounting Data as of December 31, 2021

SoCalGas provides its budget summary in Table 1 below as of December 31, 2021, which includes 2020–2024 authorized ratepayer collections and accrued interest from the program's inception to-date. Table 1 does not reflect forfeited funds since SoCalGas reallocates forfeited funds back into the current budget category immediately upon notification of such forfeiture. Table 1 also does not reflect accrued interest that was allocated after December 31, 2021, pursuant to D.21-12-031.

Table 1: Budget Summary as of December 31, 2021

	2017-2019 Ratepayer Collections ¹	2020-2024 Ratepayer Collections ²	Unallocated Forfeited App Fees	Reallocation	Authorized Budget	Total Spent and Reserved	Pending Reservations	Allocated Funds	Available Funds
Large-Scale Storage	\$37,411,668.85	\$7,440,000.00	-	\$(16,673,136.31)	\$28,178,532.54	\$14,181,398.17	\$2,523,668.97	\$16,705,067.14	\$11,473,465.40
Small Residential Storage	\$5,486,059.20	\$5,208,000.00	-	\$(73,651.46)	\$10,620,407.74	\$7,289,332.99	\$112,047.79	\$7,401,380.78	\$3,219,026.96
Residential Storage Equity	-	\$2,232,000.00	-	\$671,923.92	\$2,903,923.92	\$1,293,360.00	\$1,371,566.22	\$2,664,926.22	\$238,997.70
Non-Residential Storage Equity	-	-	-	\$16,047,315.28	\$16,047,315.28	\$11,582,196.38	\$3,673,101.00	\$15,255,297.38	\$792,017.90
Equity Resiliency	-	\$46,872,000.00	-	\$9,000,000.00	\$55,872,000.00	\$50,306,798.68	\$5,398,576.89	\$55,705,375.57	\$166,624.43
Generation	\$11,323,242.69	\$8,928,000.00	-	\$(8,934,160.82)	\$11,317,081.87	\$1,006,800.00	-	\$1,006,800.00	\$10,310,281.87
Equity Heat Pump Water Heater	-	-	-	\$360,000.00	\$360,000.00	-	-	-	\$360,000.00
General Heat Pump Water Heater	-	\$3,720,000.00	-	-	\$3,720,000.00	-	-	-	\$3,720,000.00
Administration and M&E	\$3,360,000.00	\$5,600,000.00	-	\$5,511,329.00	\$14,471,329.00	\$4,292,016.06	-	\$4,292,016.06	\$10,179,312.94
Total	\$57,580,970.74	\$80,000,000.00	-	\$5,909,619.61	\$143,490,590.35	\$89,951,902.28	\$13,078,960.87	\$103,030,863.15	\$40,459,727.20
Pre-2017 Reserved						\$5,971,048.32 ³			
Unallocated Interest Accrued									\$6,865,245.00 ⁴

Additional Accumulated Interest

On January 19, 2022, SoCalGas submitted Advice No. 5927 which noted that it had identified additional interest that accrued outside of the SGPMA and within the California Solar Initiative Balancing Account (CSIBA). The CSIBA was maintained in program years 2007 through 2010 pursuant to D.06-01-024.⁵ Subsequently and pursuant to D.06-08-028, SoCalGas maintained the CSIBA only until Photovoltaic incentives were paid for SGIP project applications received prior to January 1, 2007. Furthermore, in accordance with D.06-12-033,⁶ SoCalGas closed the CSIBA and transferred all remaining funds in 2010, including interest accrued in the amount of \$2.2M, into the SGPMA account.

¹ This amount includes the remaining 50% of SGIP funds D.16-06-055 approved to release for processing SGIP applications for the 2016 partial program year.

² SoCalGas records to the Self-Generation Program Memorandum Account (SGPMA) one twelfth of the annual authorized ratepayer funds monthly as customers are billed for each of the five years authorized.

³ Pre-2017 Reserved Funds account for the carryover (into the post-2017 Budget) of reserved yet unpaid funds from project applications received prior to 2017, that are still currently in their Performance Based Incentive (PBI) Process.

⁴ Interest is applied to the monthly average SGPMA balance based on the 3-Month Commercial Paper Rate. The Unallocated Interest Accrued reported here is as of December 31, 2021, and includes the \$6,859,462.00 that has since been allocated as directed in D.21-12-031.

⁵ SoCalGas Advice No. 5927.

⁶ SoCalGas Advice No. 4094-A.

Following the adoption of D.21-12-031, SoCalGas reported \$4.6M of accumulated interest (through November 2021) and only two budget categories in a 'waitlist' status (as of December 17, 2021): The Equity Resiliency Budget and the Non-Residential Storage Equity Budget.⁷ The accumulated interest as reported did not include the \$2.2M in interest that accrued within the CSIBA and was later identified and transferred to the SGPMA as an interest adjustment. As presented in SoCalGas Advice No. 5927, the \$4.6M reported was used to fully fund all seven applications on the Equity Resiliency Budget waitlist. After allocating accrued interest funds to satisfy the Equity Resiliency Budget waitlist, SoCalGas was able to fully fund one project from the Non-Residential Storage Equity Budget waitlist, leaving a balance remaining of \$1.49M which was not sufficient to fund the next waitlisted project.

Following submission of this advice letter, SoCalGas will disperse the remaining funds to additional Non-Residential Storage Equity Budget waitlisted projects as directed in D.21-12-031 and as funds would have been dispersed to the waitlist on December 17, 2021. In anticipation of the distribution of these funds, SoCalGas maintained the balance of \$1.49M to allocate, along with the identified \$2.2M in accrued interest. These funds will fully fund three more projects from the Non-Residential Storage Equity Budget waitlist. As directed, SoCalGas offered first right of refusal of a reduced incentive amount to one 'straddler application' that was rejected by the applicant.⁸ The balance remaining will be transferred into the Equity Resiliency Budget.

The final allocation of accumulated funds are as follows:

	# of Waitlisted Projects	Waitlist Value	# of Projects Served	Accrued Interest Applied
SoCalGas (Total)	19	\$17,149,427.45	11	\$6,859,462.00⁹
Equity Resiliency	7	\$2,959,039.45	7	\$2,959,039.45
Non-Residential Storage Equity	12	\$14,190,388.00	4	\$3,380,772.10
Transfer to Equity Resiliency				\$519,650.45

⁷ SoCalGas Advice No. 5927.

⁸ D.21-12-031 OP 1(c).

⁹ Interest reported \$4,644,156.00 + Additional interest reported herein \$2,215,306.00.

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 submitted electronically and must be received within 20 days after the date of this advice letter, which is February 17, 2022. Protests should be submitted to the attention of the Energy Division Tariff Unit at:

E-mail: EDTariffUnit@cpuc.ca.gov

In addition, protests and all other correspondence regarding this advice letter should also be sent electronically to the attention of:

Attn: Gary Lenart
Regulatory Tariff Manager
E-mail: GLenart@socalgas.com
E-mail: Tariffs@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 OP 1(e) of D.21-12-031. Therefore, SoCalGas respectfully requests that it be made effective on January 28, 2022, which is the date submitted.

Notice

A copy of this advice letter is being sent to SoCalGas' General Order (GO) 96-B service list and the Commission's service list in R.20-05-012. Address change requests to the GO 96-B should be directed via e-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 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:
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Email: