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



Southern California Gas Company GAS (Corp ID 904) Status of Advice Letter 5934G As of May 6, 2022

Subject: Joint Advice Letter Documenting Research on Mercury Impacts of Southern California Gas

Company, San Diego Gas & Electric Company, Pacific Gas and Electric Company, and

Southwest Gas Corporation

Division Assigned: Energy

Date Filed: 01-31-2022

Date to Calendar: 02-02-2022

Authorizing Documents: D2012031

Disposition: Accepted

None

Effective Date: 01-31-2022

Resolution Required: No

Resolution Number:

Commission Meeting Date: None

CPUC Contact Information:

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AL Certificate Contact Information:

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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Disposition of Filing (Accepted, Rejected, Withdrawn, etc.)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 31, 2022

Advice 5934-G

(Southern California Gas Company ID U 904-G)

Advice 3062-G

(San Diego Gas and Electric Company ID 902-G)

Advice 4561-G

(Pacific Gas and Electric Company ID U 39-G)

Advice 1202-G

(Southwest Gas Corporation ID 905-G)

Public Utilities Commission of the State of California

Subject: Joint Advice Letter Documenting Research on Mercury Impacts of Southern California Gas Company, San Diego Gas & Electric Company, Pacific Gas and Electric Company, and Southwest Gas Corporation in Compliance with Executive Director Approval of Joint Extension Request

Purpose

Southern California Gas Company (SoCalGas), San Diego Gas & Electric Company (SDG&E), Pacific Gas and Electric Company (PG&E), and Southwest Gas Corporation (Southwest Gas) (collectively, the Joint Utilities), hereby submit this Advice Letter in compliance with direction provided by the Executive Director of the California Public Utilities Commission (CPUC or Commission) in their Letter Granting the Joint Utilities time to comply with Commission D.20-12-031 to update mercury constituent of concern Lower and Upper Action Limits (UAL/LAL) by January 1, 2022.

Background

Ordering Paragraph (OP) 11 of D.20-12-031 states that the Joint Utilities shall provide UAL/LAL specifications in a joint filing to be submitted to the Commission no later than April 1, 2021 for biologicals and January 1, 2022 for ammonia, mercury, and siloxanes. UAL/LAL of hydrogen will be established pursuant to Phase 4 of Rulemaking (R.) 13-02-008.

On December 21, 2021, pursuant to Rule 16.6 of the Commission's Rules of Practice and Procedure, the Joint Utilities filed a letter of extension to comply with OP 11 of D.20-12-031. Specifically, the Joint Utilities requested this extension of time to update the mercury constituent of concern UAL/LAL until adequate research and/or operation data is available to support such limits.

On December 30, 2021, the Joint Utilities submitted their individual Advice Letters with rule modifications per OP 11 of D.20-12-031. The Advice Letters provided UAL/LAL specifications for ammonia and siloxanes, but did not provide specifications for mercury due to inadequate research available. Instead, the Joint Utilities proposed to continue to monitor available literature and gather operational data to support a recommendation in the future.

On January 13, 2022, Executive Director Peterson granted the request of the Joint Utilities to maintain the existing Trigger Level for mercury of 0.08 mg/m3 while continuing to monitor available literature and gather operational data to support a recommendation to update the UAL/LAL specifications for mercury once sufficient information is available. The letter also ordered until such time as sufficient information is available to update the UAL/LAL specifications for mercury, the Joint Utilities shall submit a Tier 1 Advice Letter on or before December 31 of each calendar year documenting research on mercury impacts on pipeline integrity. For calendar year 2021, the Advice Letter may be submitted on or before January 31, 2022.

The Joint Utilities described the latest research for calendar year 2021 in their respective Advice Letters submitted on December 30, 2021. Pursuant to Executive Director Peterson's order, the Joint Utilities include a description of their research as part of this Advice Letter.

Research on Mercury Impacts on Pipeline Integrity for 2021

Industry research is largely limited to the impact of mercury on infrastructure used for cryogenic operations, where liquefied natural gas equipment shows corrosion, such as brazed aluminum heat exchangers, and as a result a cryogenic limit for mercury was established at 10 ng/m³ (or 0.00001 mg/m³ for reference). It is important to note that cryogenic operations are not applicable to the Joint Utilities' service territories in California. Additionally, it is common practice by cryogenic operators to use mercury guard beds to protect equipment integrity from the risks that mercury poses.

The focus of the Joint Utilities is on the effects of mercury on the natural gas pipeline infrastructure and end-user equipment, rather than cryogenic operations. A literature review conducted by the University of Southern California School of Engineering on Mercury in Natural Gas and Biogas² concluded that additional studies are necessary to assess the impact of mercury on non-cryogenic end-user equipment. This literature research sponsored by SoCalGas³ did not identify any specific studies on the effects of mercury or its derivatives in natural gas pipeline systems.

¹ SoCalGas Advice 5920-G, SDG&E Advice 3050-G, PG&E Advice 4545-G, Southwest Gas Advice 1197-G.

² Literature Review on Mercury in Natural Gas and Biogas in the RD&D Annual Report, available at https://www.socalgas.com/sustainability/research-and-development.

³ *Id.*

Recently, the Joint Utilities financially supported an industry study by NYSEARCH (Gap Analysis of Limits of Trace Constituents in RG)⁴ with the intent of having mercury included to substantiate developing a LAL and UAL. However, the researchers did not consider future testing of mercury necessary for the next phase of their study on appliances because the industry already had an established cryogenic limit (10 ng/m³).

SoCalGas has interconnected numerous renewable gas (RG) projects and collected operational data from a diverse mix of RG gas supplies including dairy, wastewater, and other organic sources. Gas quality in these projects has not shown mercury at a concentration exceeding the current Trigger Level, suggesting that mercury concentration at a level that would present an integrity concern is not a likely occurrence for these RG sources. Landfill RG projects, a likely source of mercury, are not currently interconnected to any of the Joint Utilities' gas systems to facilitate gaining operational experience or performing any field tests. Landfill projects are expected to interconnect within the next two to three years.

The Joint Utilities have no changes in research on mercury impacts on pipeline integrity for calendar year 2021 and will continue to monitor available literature and gather operational data to support a UAL/LAL recommendation once sufficient information is available.

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

E-mail: EDTariffUnit@cpuc.ca.gov

The protest shall also be electronically sent to the Joint Utilities at the addresses shown below on the same date it is electronically delivered to the Commission:

For SoCalGas: Attn: Gary Lenart

Regulatory Tariff Manager
E-mail: GLenart@socalgas.com
E-mail: Tariffs@socalgas.com

For SDG&E: Attn: Greg Anderson

Regulatory Tariff Manager E-mail: <u>GAnderson@sdge.com</u> E-mail: <u>SDGETariffs@sdge.com</u>

For PG&E: Attn: Sidney Bob Dietz II

Director, Regulatory Relations

c/o Megan Lawson

E-mail: PGETariffs@pge.com

⁴ See https://www.nysearch.org/tech-brief_4_05-2021.php.

For SWG: Attn: Valerie J. Ontiveroz

Regulatory Manager/California

E-mail: valerie.ontiveroz@swgas.com

Effective Date

SoCalGas asserts 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 it be made effective for service on January 31, 2022, which is the date this Advice Letter was submitted.

Notice

A copy of this Advice Letter is being sent to SoCalGas' GO 96-B service list and the Commission's service list in R.13-02-008. Address change requests to the GO 96-B service list 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





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 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 proposed ^{1:}	
Pending advice letters that revise the same tariff 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: 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: