APPLICATION OF SOUTHERN CALIFORNIA GAS COMPANY AND SAN DIEGO GAS & ELECTRIC COMPANY FOR AUTHORITY TO REVISE THEIR NATURAL GAS RATES EFFECTIVE JANUARY 1, 2017 IN THEIR TRIENNIAL COST ALLOCATION PROCEEDING - PHASE 2

(A.15-07-014)

(6th DATA REQUEST FROM CLEAN ENERGY FUELS CORP.)

QUESTION 06-01:

Question 01-11.b. of Clean Energy's First Data Request asked the following:

In SoCalGas' Advice Letter 4877 dated October 15, 2015, Attachment A proposes an increase in the G-NGV rate on January 1, 2016 to 21.774 cents a therm, an increase of 7.474 cents a therm from the "Present Rate" of 14.3 cents a therm on August 1, 2015, resulting from the amortization of an estimated core market balancing account under-collection of \$213.9 million.

Sempra responded that "The increase in the G-NGV rate that results from amortization of SoCalGas' regulatory account balances is primarily due to the projected under-collected balance for its CFCA."

- a. In SoCalGas' Advice Letter 4877, as shown in Attachment A, what would have been the proposed per therm change in the "NGV Post SempraWide" rate have been between "Present" and "Proposed" rates if none of the CFCA revenue under-collection had been allocated to the non-residential NGV market segment? Please indicate if it would have been an increase or a decrease.
- b. In Advice Letter 4877, as shown in Attachment A, what would have been the proposed per therm change in the "NGV – Post SempraWide" rate have been between "Present" and "Proposed" rates if none of the "Total Core" revenue under-collection had been allocated to the non-residential NGV market segment? Please indicate if it would have been an increase or a decrease.
- c. In Advice Letter 4877, as shown in Attachment A, if the proposed change in the per therm "NGV – Post SempraWide" rate between "Present" and "Proposed" rates had been calculated to only recover the revenue difference resulting from the volume variation between the assumed August-1-15 Mth volume of 117,220 Mth forecast for NGV and the actual recorded throughput for NGV in 2015, what would the rate change have been?

RESPONSE 06-01:

 Assuming the CFCA under-collection was not allocated to the NGV customer class the proposed per therm change in the NGV – Post SempraWide rate would have been (\$0.04598), from \$0.14300 to \$0.09702.

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- b. SoCalGas and SDG&E assume that the question is referring to the "Core Revenue Requirement" table found on page 3 of AL 4877. The question appears to be asking for the per therm rate change if no Core revenue under-collection had been allocated to the NGV customer class. The question is silent regarding how to allocate any overcollection therefore, SoCalGas and SDG&E assumed that any over-collection would not be allocated as well. Thus, if the NGV customer class wasn't allocated any regulatory account balances the proposed per therm change in the NGV – Post SempraWide rate would be (\$0.04992), from \$0.14300 to \$0.09309.
- c. Assuming the NGV throughput used to calculate rates was the recorded usage for 2015 the proposed change in the per therm NGV – Post SempraWide rate would have been \$0.06265, from \$0.14300 to \$0.20566.