

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



June 30, 2014

Advice Letter 943-G

Justin Lee Brown
Vice-President/Regulatory Affairs
Southwest Gas Corporation
PO Box 98510
Las Vegas, NV 89193-8510

SUBJECT: To Adjust Southwest Gas' Public Purpose Program Surcharge Rates in Compliance with Ordering Paragraphs 10, 17, and 21 in D.14-05-004

Dear Mr. Brown:

Advice Letter 943-G is effective as of July 1, 2014.

Sincerely,

A handwritten signature in cursive script that reads "Edward F. Randolph".

Edward F. Randolph, Director
Energy Division



SOUTHWEST GAS CORPORATION

Justin Lee Brown , Vice President/Regulatory Affairs

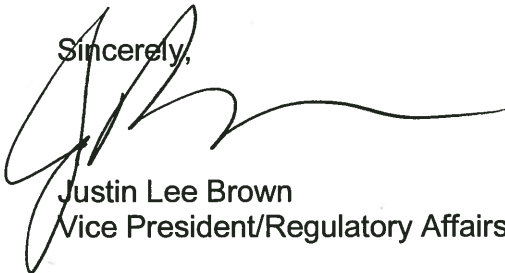
May 30, 2014

ATTN: Tariff Unit, Energy Division
California Public Utilities Commission
505 Van Ness Avenue, Room 4005
San Francisco, CA 94102

Subject: Southwest Gas Corporation (U 905 G)
Advice Letter No. 943

Enclosed herewith is one (1) copy of Southwest Gas Corporation's Advice Letter No. 943, together with California Gas Tariff P.U.C. Sheet No. 121.

Sincerely,



Justin Lee Brown
Vice President/Regulatory Affairs

JLB:os
Enclosures



SOUTHWEST GAS CORPORATION

Advice Letter No. 943

May 30, 2014

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Southwest Gas Corporation (Southwest Gas) (U 905 G) tenders herewith for filing the following tariff sheets.

California Gas Tariff

Cal. P.U.C. Sheet No.	Title of Sheet	Canceling Cal. P.U.C. Sheet No.
5th Revised Sheet No. 121	Schedule No. G-PPPS – Surcharge to Fund Public Purpose Programs (PPP)	4th Revised Sheet No. 121

The purpose of this filing is to adjust Southwest Gas' Public Purpose Program (PPP) Surcharge rates in compliance with Ordering Paragraphs 10, 17, and 21 in Decision No. (D.) 14-05-004.

In accordance with D.14-05-004, Southwest Gas has adjusted its PPP surcharges applicable to its Southern and Northern California Divisions including South Lake Tahoe to refund over-collections in its California Alternative Rates for Energy (CARE) and Energy Savings Assistance (ESA) balancing accounts and to include ESA carry-over funds granted in 2012 and 2013 by applying such funds in 2014.

Effective Date

Southwest Gas believes this Advice Letter is subject to Energy Division disposition and should be classified as Tier 2 pursuant to General Order (G.O.) 96-B. Southwest Gas respectfully requests the rate changes proposed herein be approved and deemed effective on July 1, 2014, which is thirty (30) calendar days after the date filed.

Protest

Anyone wishing to protest this filing may do so by sending a letter within 20 days of the filing. The protest should set forth the grounds upon which it is based and should be submitted expeditiously. There is no restriction on who may file a protest. Protests should be mailed to:

Investigation, Monitoring & Compliance Program Manager
California Public Utilities Commission, Energy Division
505 Van Ness Avenue, Room 4002
San Francisco, CA 94102
Facsimile: 415-703-2200



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Copies should also be mailed to the attention of Director, Energy Division, Room 4004 at the same address as above, and mailed and faxed to:

Mr. Justin Lee Brown
Vice President/Regulatory Affairs
Southwest Gas Corporation
P.O. Box 98510
Las Vegas, Nevada 89193-8510
Facsimile: 702-222-1475

Notice

Pursuant to Energy Industry Rule 3.1(1), Southwest Gas is exempt from the notice requirements set forth in General Rule 4.2 in G.O. 96-B since the annual PPP Surcharges adjustments proposed herein were previously authorized in D.04-08-010 and D. 14-05-004.

Service

In accordance with G.O. 96-B, General Rule 4.3, Southwest Gas is mailing copies of this advice letter and related tariff sheets to the utilities and interested parties shown on the attached list.

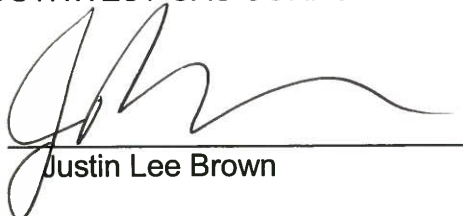
Communications regarding this filing should be directed to:

Ed Giesecking
Director/Pricing and Tariffs
Southwest Gas Corporation
P.O. Box 98510
Las Vegas, NV 89193-8510
Telephone: 702-364-3271
E-mail: ed.giesecking@swgas.com

Debra S. Gallo
Director/Government and State
Regulatory Affairs
Southwest Gas Corporation
P.O. Box 98510
Las Vegas, NV 89193-8510
Telephone: 702-876-7163
E-mail: debra.gallo@swgas.com

Respectfully submitted,

SOUTHWEST GAS CORPORATION

By 
Justin Lee Brown

Attachments

DISTRIBUTION LIST

Advice Letter No. 943

In Conformance with G.O. 96-B, General Rule 4.3

Southern California Edison Company

Pacific Gas & Electric Company

Liberty Utilities

San Diego Gas & Electric Company

Southern California Gas Company

Southern California Water Company

Duane Morris, LLP

Director/Division of Ratepayer Advocates

**SOUTHWEST GAS CORPORATION
 CALIFORNIA JURISDICTIONS
 CALCULATION OF PUBLIC PURPOSE PROGRAM (PPP) SURCHARGES
 TO BE EFFECTIVE JULY 1, 2014**

Line No.	Description (a)	Southern California (b)	Northern California and South Lake Tahoe (c)	All California Jurisdictions (d)	Line No.
<u>California Alternative Rate for Energy (CARE) PPP Component</u>					
1	CARE Revenue Requirement [1]	\$ 8,494,865	\$ 578,759	\$ 9,073,624	1
2	CARE Balancing Account [2]	<u>\$(5,338,067)</u>	<u>\$ (61,583)</u>	<u>\$(5,399,650)</u>	2
3	Adjusted 2014 CARE budget	\$ 3,156,798	\$ 517,176	\$ 3,673,974	3
4	CARE Applicable Volume (Therms) [3]	61,046,242	41,256,850		4
5	CARE PPP Component	<u>\$ 0.05171</u>	<u>\$ 0.01254</u>		5
<u>Energy Savings Assistance (ESA) PPP Component</u>					
6	ESA Revenue Requirement [1]			\$ 3,172,693	6
7	ESA Carry-over budget from 2013			<u>\$ 1,935,863</u>	7
8	2014 ESA Budget including carry-over from 2013			\$ 5,108,556	8
9	ESA Balancing Account [2]			<u>\$(3,325,395)</u>	9
10	Adjusted 2014 ESA budget			\$ 1,783,161	10
11	ESA Applicable Volume (Therms) [4]			<u>129,261,887</u>	11
12	ESA PPP Component			<u>\$ 0.01379</u>	12
<u>PPP Surcharges</u>					
13	CARE Customer Rate per Therm	<u>\$ 0.01379</u>	<u>\$ 0.01379</u>		13
14	Non-CARE Customer Rate per Therm [5]	<u>\$ 0.06550</u>	<u>\$ 0.02633</u>		14

[1] Funding levels approved in D.12-09-026.

[2] General Ledger Ending Balance April 30, 2014, including BOE Activity Adjustment. Balancing Account adjustment approved in D.14-05-004.

[3] Three-year (36 consecutive months ended April 30, 2014) average volumes for Southern California and Northern California, including South Lake Tahoe, ratemaking areas excluding exempt volumes.

[4] Three-year (36 consecutive months ended April 30, 2014) average state-wide volumes excluding exempt volumes.

[5] Sum of CARE PPP Component plus ESA PPP Component.

Schedule No. G-PPPS

SURCHARGE TO FUND PUBLIC PURPOSE PROGRAMS (PPP)

APPLICABILITY

Applicable to all gas sales and transportation service excluding service for: electric generation including cogeneration, enhanced oil recovery, wholesale for resale to end users, natural gas produced in California and transported on a proprietary pipeline, and the consumption of natural gas which California is prohibited for taxing under the United States Constitution or the California Constitution.

TERRITORY

Throughout the Company's certificated California service areas, except as may hereafter be provided.

RATES

Customer Class	PPP SURCHARGE AMOUNT PER THERM							
	Non-CARE Customers				CARE Customers			
	Southern CA		Northern CA/ South Lake Tahoe		Southern CA		Northern CA/ South Lake Tahoe	
Core *								
Residential	\$ 0.06550	R	\$ 0.02633	R	\$ 0.01379	R	\$ 0.01379	R
Commercial/Industrial	\$ 0.06550	R	\$ 0.02633	R	\$ 0.01379	R	\$ 0.01379	R
Gas Engine	\$ 0.06550	R	\$ 0.02633	R	N/A		N/A	
Natural Gas Vehicle	\$ 0.06550	R	\$ 0.02633	R	N/A		N/A	
Non-Core **								
Commercial/Industrial	\$ 0.06550	R	\$ 0.02633	R	N/A		N/A	

* Residential service includes Rate Schedule Nos. GS/GN/SLT-10, -12, -15, -20, and -25; and GS-11. Commercial/Industrial service includes Rate Schedule Nos. GS/GN/SLT-35, -40, and -60. Natural Gas Vehicle service includes Rate Schedule No. GS-50/GN-50/SLT-50.

** Commercial/Industrial service includes Rate Schedule No. GS-70/GN-70/SLT-70.

The PPP surcharges are set forth in the currently-effective Statement of Rates of this California Gas Tariff and are incorporated herein by reference.

The number of therms shall be determined in accordance with the provisions of Rule No. 2C of this California Gas Tariff.

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)

Company name/CPUC Utility No. **Southwest Gas Corporation (U 905 G)**

Utility type:

ELC GAS
 PLC HEAT WATER

Contact Person: **Edward Gieseking**

Phone #: **(702) 364-3271**

E-mail: **ed.gieseking@swgas.com**

EXPLANATION OF UTILITY TYPE

ELC = Electric GAS = Gas
 PLC = Pipeline HEAT = Heat WATER = Water

(Date Filed/ Received Stamp by CPUC)

Advice Letter (AL) #: **943**

Subject of AL: **The purpose of this filing is to adjust Southwest Gas' Public Purpose Program (PPP) Surcharge rates in compliance with Ordering Paragraphs 10, 17, and 21 in Decision (D.) 14-05-004.**

Keywords (choose from CPUC listing): **CARE/ESA**

AL filing type: Monthly Quarterly Annual One-Time Other _____

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL **Not applicable**

Summarize differences between the AL and the prior withdrawn or rejected AL¹: **Not applicable**

Resolution Required? Yes No

Requested effective date: **July 1, 2014**

No. of tariff sheets: 1

Estimated system annual revenue effect (%): **Not applicable**

Estimated system average rate effect (%): Not applicable

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: **Public Purpose Program (PPP) Surcharges**

Service affected and changes proposed¹: **See 'Subject of AL' above**

Pending advice letters that revise the same tariff sheets: **Not applicable**

Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:

CPUC, Energy Division
Attention: Tariff Unit
505 Van Ness Ave.,
San Francisco, CA 94102
mas@cpuc.ca.gov and jnj@cpuc.ca.gov

Utility Info (including e-mail)
Mr. Justin Lee Brown,
Vice-Pres./Regulatory Affairs
Southwest Gas Corporation
P. O. Box 98510
Las Vegas, NV 89193-8510
Justin.Brown@swgas.com
Facsimile: 702-222-1475

¹ Discuss in AL if more space is needed.