

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



Southwest Gas Corporation
GAS (Corp ID 905)
Status of Advice Letter 1233G
As of December 14, 2022

Subject: Update Southwest Gas' Public Purpose Program (PPP) Surcharges effective January 1, 2023.

Division Assigned: Energy

Date Filed: 10-31-2022

Date to Calendar: 11-04-2022

Authorizing Documents: D0408010

Authorizing Documents: D1405004

Authorizing Documents: D2110023

Disposition:	Accepted
Effective Date:	01-01-2023

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



Resolution Required: No

Resolution Number: None

Commission Meeting Date: None

CPUC Contact Information:

edtariffunit@cpuc.ca.gov

AL Certificate Contact Information:

Valerie J. Ontiveroz

702 876-7323

valerie.ontiveroz@swgas.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- Disposition of Filing (Accepted, Rejected, Withdrawn, etc.)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

ADVICE LETTER (AL) SUSPENSION NOTICE
ENERGY DIVISION

Utility Name: Southwest Gas	Date Utility Notified: 11/23/2022
Utility Number/Type: (U 905 G)	<input type="checkbox"/> E-Mailed to: valerie.ontiveroz@swgas.com
Advice Letter Number(s): 1233-G	ED Staff Contact: Jason Symonds
Date AL(s) Filed: 10/31/2022	ED Staff Email: jason.symonds@cpuc.ca.gov
Utility Contact Person: Valerie J. Ontiveroz	ED Staff Phone No.: 415-703-1968
Utility Phone No.: 702 876-7323	

INITIAL SUSPENSION (up to 120 DAYS from the expiration of the initial review period)

This is to notify that the above-indicated AL is suspended for up to 120 days beginning **November 30, 2022** (30 days after the Advice Letter is filed) for the following reason(s) below. If the AL requires a Commission resolution and the Commission's deliberation on the resolution prepared by Energy Division extends beyond the expiration of the initial suspension period, the advice letter will be automatically suspended for up to 180 days beyond the initial suspension period.

A Commission Resolution is Required to Dispose of the Advice Letter

Advice Letter Requests a Commission Order

Advice Letter Requires Staff Review

The expected duration of initial suspension period is 120 days

FURTHER SUSPENSION (up to 180 DAYS beyond initial suspension period)

The AL requires a Commission resolution and the Commission's deliberation on the resolution prepared by Energy Division has extended beyond the expiration of the initial suspension period. The advice letter is suspended for up to 180 days beyond the initial suspension period.

If you have any questions regarding this matter, please contact Jason Symonds at jason.symonds@cpuc.ca.gov

cc:

EDTariffUnit

Alison LaBonte, Supervisor, Energy Efficiency Procurement and Portfolio Management



SOUTHWEST GAS CORPORATION

October 31, 2022

Advice Letter No. 1233

Public Utilities Commission of the State of California

Subject: Update Public Purpose Program Surcharge for Rates Effective January 1, 2023

Southwest Gas Corporation (Southwest Gas or Company) hereby submits for approval by the California Public Utilities Commission (Commission) revisions to its California Gas Tariff. The tariff sheet being modified as a result of this submission is listed in Attachment A.

Purpose

The purpose of this submission is to adjust Southwest Gas' Public Purpose Program (PPP) surcharge rates applicable to its California Alternate Rates for Energy (CARE) and Energy Savings Assistance (ESA) programs in accordance with Ordering Paragraphs (OP) 22 in Decision (D.) 04-08-010 and 10 in D.14-05-004, and D.21-10-023.

Updated 2023 PPP Surcharges

Southwest Gas' PPP surcharges are calculated using the formulas provided in D.04-08-010. The volumes used in the calculations reflect a three-year average (36 consecutive months ended, September 2022), as set forth in D.04-08-010. Additionally, the funding used in the surcharge calculations for the Southwest Gas CARE and ESA programs were authorized in D.21-10-023. The calculations of Southwest Gas' proposed 2023 PPP Surcharges are provided in the attached Appendix A. Below is a summary of the Revenue Requirement for each PPP surcharge rate component.

		Program Budgets	Administrative Costs	Balancing Accounts	Total
CARE	\$	8,476,114		3,125,976	11,602,090
ESA	\$	5,219,228		3,493,195	8,712,423
CEE	\$	250,000		(62,434)	187,566
R&D	\$	313,436		198,676	512,112
CDTFA	\$	-	\$13,569	-	13,569
Total PPP Costs	\$	14,258,778	13,569	6,755,412	21,027,760



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ESA Revenue Requirement

OP 42 of D.21-10-023 states:

Alpine Natural Gas Operating Company No. 1, LLC, Golden State Water Company on behalf of Bear Valley Electric Service Division, Liberty Utilities LLC, PacifiCorp, and Southwest Gas Corporation must each use all unspent and uncommitted Energy Savings Assistance program funds remaining at the end of a program year to offset the next program year's collections, as opposed to waiting until the end of a cycle.

Southwest Gas does not expect to have any unspent funds for the remainder of 2022. Therefore, Southwest Gas' 2023 ESA revenue requirement calculation is not offset by 2022 unspent ESA funds

Effective Date

Southwest Gas believes this Advice Letter is subject to Energy Division disposition and should be classified as Tier 2 (Effective after Energy Division Disposition) pursuant to General Order (GO) 96-B. Southwest Gas respectfully requests the revised tariff sheet be approved November 30, 2022, which is thirty (30) days from the date submitted, with an effective date of January 1, 2023.

Protest

Anyone may protest this Advice Letter to the Commission's Energy Division. The protest must state the grounds upon which it is based with specificity and must be sent no later than 20 days after the date of this Advice Letter submission. Protests are to be submitted electronically to the Commission's Energy Division at:

Email: edtariffunit@cpuc.ca.gov

In addition, protests and all other correspondence regarding this Advice Letter should be sent electronically to:

Ms. Valerie J. Ontiveroz
Regulatory Manager/California
Email: valerie.ontiveroz@swgas.com
regserve@swgas.com

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 GO 96-B since Southwest Gas is authorized to adjust its PPP Surcharges pursuant to D.04-08-010 and D.14-05-004.



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Service

In accordance with GO 96-B, General Rule 7.2, Southwest Gas is serving copies of this Advice Letter to interested parties shown on the attached list.

Respectfully submitted,

SOUTHWEST GAS CORPORATION

By: 
Valerie J. Ontiveroz

Attachments

Distribution List

Advice Letter No. 1233-G

In conformance with GO 96-B, General Rule 4.3

The following individuals or entities have been served by electronic mail:

Matt Baker, Director
Public Advocates Office
Matt.Baker@cpuc.ca.gov

Pacific Gas & Electric Company
PGETariffs@pge.com

Southern California Gas Company
GLenart@socalgas.com
Tariffs@socalgas.com

San Diego Gas & Electric Company
SDG&ETariffs@SempraUtilities.com

Robert M. Pocta
Public Advocates Office
California Public Utilities Commission
robert.pocta@cpuc.ca.gov

Nathaniel Skinner
Public Advocates Office
California Public Utilities Commission
nathaniel.skinner@cpuc.ca.gov

Scott Blaising
blaising@braunlegal.com

Jim Mosher
copperbeechllc@gmail.com

ATTACHMENT A
Advice Letter No. 1233-G

Cal. P.U.C. Sheet No.	Title of Sheet	Canceling Cal. P.U.C. Sheet No.
16th Revised Sheet No. 121	Schedule No. G-PPS – Surcharge to Fund Public Purpose Programs (PPP)	15th Revised Sheet No. 121

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	\$ 0.21467	\$ 0.08786	\$ 0.06533	\$ 0.06533
Commercial/Industrial	\$ 0.21467	\$ 0.08786	\$ 0.06533	\$ 0.06533
Gas Engine	\$ 0.21467	\$ 0.08786	N/A	N/A
Natural Gas Vehicle	\$ 0.21467	\$ 0.08786	N/A	N/A
Non-Core **				
Commercial/Industrial	\$ 0.21467	\$ 0.08786	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.

Appendix A

**SOUTHWEST GAS CORPORATION
 CALIFORNIA JURISDICTIONS
 PUBLIC PURPOSE PROGRAM (PPP) SURCHARGES
 TO BE EFFECTIVE JANUARY 1, 2023**

Line No.	Description (a)	Southern California (b)	Northern California and South Lake Tahoe (c)	All California Jurisdictions (d)	Line No.
<u>Non-CARE PPP Surcharges</u>					
1	CARE Component	\$ 0.11063	\$ 0.01395		1
2	CARE Balancing Account Component	\$ 0.03859	\$ 0.00846		2
3	CDTFA PPP Administrative Surcharge	\$ 0.00012	\$ 0.00012		3
4	CPUC PPP Administrative Charges	<u>\$ 0.00000</u>	<u>\$ 0.00000</u>		4
5	Total Non-CARE PPP Surcharges	<u>\$ 0.14934</u>	<u>\$ 0.02253</u>		5
<u>CARE PPP Surcharges</u>					
6	ESA Component			\$ 0.06048	6
7	R & D Component			\$ 0.00355	7
8	CEE Component [1]			<u>\$ 0.00130</u>	8
9	Total CARE PPP Surcharges			<u>\$ 0.06533</u>	9
<u>Total PPP Surcharges</u>					
10	CARE Customer Rate per Therm [2]	<u>\$ 0.06533</u>	<u>\$ 0.06533</u>		10
11	Non-CARE Customer Rate per Therm [3]	<u>\$ 0.21467</u>	<u>\$ 0.08786</u>		11

[1] CEE funding levels approved in D.21-03-052.

[2] Sum of CARE PPP Surcharges.

[3] Sum of CARE plus Non-CARE PPP Components.

**SOUTHWEST GAS CORPORATION
 CALIFORNIA JURISDICTIONS
 CALCULATION OF PUBLIC PURPOSE PROGRAM (PPP) SURCHARGES
 CALIFORNIA ALTERNATIVE RATE FOR ENERGY (CARE), ENERGY SAVINGS ASSISTANCE (ESA), CONSERVATION AND
 ENERGY EFFICIENCY (CEE), AND RESEARCH AND DEVELOPMENT (R&D)
 TO BE EFFECTIVE JANUARY 1, 2023**

Line No.	Description (a)	Southern California (b)	Northern California and South Lake Tahoe (c)	All California Jurisdictions (d)	Line No.
<u>CARE PPP Components</u>					
1	2023 CARE Authorized Budget [1]	\$ 7,819,899	\$ 656,215	\$ 8,476,114	1
2	CARE Balancing Account [2]	\$ 2,727,793	\$ 398,182	\$ 3,125,976	2
3	2023 CARE Revenue Requirement	\$ 10,547,692	\$ 1,054,397	\$ 11,602,090	3
4	CARE Applicable Volume (Therms) [3]	70,683,142	47,042,816	117,725,958	4
5	CARE Balancing Account Rate Per Therm (Ln.2/Ln.4)	\$ 0.03859	\$ 0.00846		5
6	CARE Program Rate per Therm (Ln.1/Ln.4)	\$ 0.11063	\$ 0.01395		6
7	CDTFA Administrative Revenue Requirement [4]			\$ 13,569	7
8	CDTFA Rate per Therm [3] (Ln.7/Ln.4)			\$ 0.00012	8
9	CPUC Administrative Revenue Requirement [4]			\$ 0.00000	9
10	CPUC Administrative Rate per Therm (Ln.9/Ln.4)			\$ 0.00000	10
11	CARE PPP Rate per Therm (Lns.5+6+8+10)	<u>\$ 0.14934</u>	<u>\$ 0.02253</u>		11
<u>ESA PPP Components</u>					
12	2023 ESA Authorized Budget [1]			\$ 5,219,228	12
13	Less: 2022 ESA Unspent and Uncommitted Funds			\$ 0	13
14	ESA Balancing Account [2]			\$ 3,493,195	14
15	2023 ESA Revenue Requirement			\$ 8,712,423	15
16	ESA Applicable Volume (Therms) [3]			144,056,773	16
17	ESA PPP Component Rate per Therm (Ln.12/Ln.13)			\$ 0.06048	17
<u>CEE PPP Component</u>					
18	2023 CEE Authorized Budget [5]			\$ 250,000	18
19	CEE Balancing Account [2]			\$ (62,434)	19
20	2023 CEE Revenue Requirement			\$ 187,566	20
21	CEE PPP Component Rate per Therm (Ln.17/Ln.13)			\$ 0.00130	21
<u>R&D PPP Component</u>					
22	2023 R & D Budget [4]			\$ 313,436	22
23	R & D Balancing Account [2]			\$ 198,676	23
24	2023 R&D Revenue Requirement			\$ 512,112	24
25	R & D Rate per Therm (Ln.21/Ln.13)			\$ 0.00355	25

[1] Budgets authorized in D.21-10-023.

[2] General Ledger Ending Balance September 30, 2022, including CDTFA Activity Adjustment. Balancing Account adjustment approved in D.04-08-010.

[3] Three-year (36 consecutive months ended September 30, 2022) average volumes for Southern California and Northern California, including South Lake Tahoe ratemaking areas, excluding exempt volumes.

[4] Amounts provided by the Energy Division on October 5, 2022.

[5] CEE funding levels approved in D.21-03-052.



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:
Telephone (xxx) xxx-xxxx:
Facsimile (xxx) xxx-xxxx:
Email:

Name:
Title:
Utility Name:
Address:
City: State:
Telephone (xxx) xxx-xxxx:
Facsimile (xxx) xxx-xxxx:
Email:

ENERGY Advice Letter Keywords

Affiliate	Direct Access	Preliminary Statement
Agreements	Disconnect Service	Procurement
Agriculture	ECAC / Energy Cost Adjustment	Qualifying Facility
Avoided Cost	EOR / Enhanced Oil Recovery	Rebates
Balancing Account	Energy Charge	Refunds
Baseline	Energy Efficiency	Reliability
Bilingual	Establish Service	Re-MAT/Bio-MAT
Billings	Expand Service Area	Revenue Allocation
Bioenergy	Forms	Rule 21
Brokerage Fees	Franchise Fee / User Tax	Rules
CARE	G.O. 131-D	Section 851
CPUC Reimbursement Fee	GRC / General Rate Case	Self Generation
Capacity	Hazardous Waste	Service Area Map
Cogeneration	Increase Rates	Service Outage
Compliance	Interruptible Service	Solar
Conditions of Service	Interutility Transportation	Standby Service
Connection	LIEE / Low-Income Energy Efficiency	Storage
Conservation	LIRA / Low-Income Ratepayer Assistance	Street Lights
Consolidate Tariffs	Late Payment Charge	Surcharges
Contracts	Line Extensions	Tariffs
Core	Memorandum Account	Taxes
Credit	Metered Energy Efficiency	Text Changes
Curtable Service	Metering	Transformer
Customer Charge	Mobile Home Parks	Transition Cost
Customer Owned Generation	Name Change	Transmission Lines
Decrease Rates	Non-Core	Transportation Electrification
Demand Charge	Non-firm Service Contracts	Transportation Rates
Demand Side Fund	Nuclear	Undergrounding
Demand Side Management	Oil Pipelines	Voltage Discount
Demand Side Response	PBR / Performance Based Ratemaking	Wind Power
Deposits	Portfolio	Withdrawal of Service
Depreciation	Power Lines	