

Canceling

STATEMENT OF RATES
EFFECTIVE RATES APPLICABLE TO SOUTHERN CALIFORNIA DIVISION SCHEDULES (1) [2]

Schedule No. and Type of Charge	Southwest Margin	Upstream Intra-state Charges		Interstate Reservation Charge	Balancing Account Adjustments		Subtotal Gas Usage Rate	Other Surcharges	Gas Cost	Effective Sales Rate
		Storage	Variable		CFCAM [3]	ITCAM				
GS-10 — Residential Gas Service										
Basic Service Charge	\$ 5.00									\$ 5.00
Cost per Therm										
Baseline Quantities	\$ 0.50280	\$ 0.01762	\$ 0.03670	\$ 0.01893	\$ 0.03296	\$ 0.00848	\$ 0.61749	\$ 0.00076	\$ 0.71951	\$ 1.46810
Tier II	0.65208	0.01762	0.03670	0.01893	0.03296	0.00848	0.76677	0.00076	0.71951	1.61738
GS-11 — Residential Air-Conditioning Gas Service										
Basic Service Charge	\$ 5.00									\$ 5.00
Cost per Therm										
Tier I	\$ 0.50280	\$ 0.01842	\$ 0.03670	\$ 0.02025	\$ 0.03296	\$ 0.00848	\$ 0.61961	\$ 0.00076	\$ 0.71951	\$ 1.47022
Tier II	0.65208	0.01842	0.03670	0.02025	0.03296	0.00848	0.76889	0.00076	0.71951	1.61950
Air-Conditioning	0.32604	0.01842	0.03670	0.02025	0.03296	0.00848	0.44285	0.00076	0.71951	1.29346
GS-12 — CARE Residential Gas Service										
Basic Service Charge	\$ 4.00									\$ 4.00
Cost per Therm										
Baseline Quantities	\$ 0.23540	\$ 0.01762	\$ 0.03670	\$ 0.01893	\$ 0.03296	\$ 0.00848	\$ 0.35009	\$ 0.00076	\$ 0.71951	\$ 1.07916
Tier II	0.35482	0.01762	0.03670	0.01893	0.03296	0.00848	0.46951	0.00076	0.71951	1.19858
GS-15 — Secondary Residential Gas Service										
Basic Service Charge	\$ 6.00									\$ 6.00
Cost per Therm										
Baseline Quantities	\$ 0.78169	\$ 0.01779	\$ 0.03670	\$ 0.01911	\$ 0.03296	\$ 0.00848	\$ 0.89673	\$ 0.00076	\$ 0.71951	\$ 1.74734
Cost per Therm										
GS-20 — Multi-Family Master-Metered Gas Service										
Basic Service Charge	\$ 25.00									\$ 25.00
Cost per Therm										
Baseline Quantities	\$ 0.50013	\$ 0.01881	\$ 0.03670	\$ 0.02041	\$ 0.03296	\$ 0.00848	\$ 0.61749	\$ 0.00076	\$ 0.71951	\$ 1.46810
Tier II	0.64941	0.01881	0.03670	0.02041	0.03296	0.00848	0.76677	0.00076	0.71951	1.61738
GS-25 — Multi-Family Master-Metered Gas Service — Submetered										
Basic Service Charge	\$ 25.00									\$ 25.00
Cost per Therm										
Baseline Quantities	\$ 0.35332	\$ 0.01881	\$ 0.03670	\$ 0.02041	\$ 0.03296	\$ 0.00848	\$ 0.47068	\$ 0.00076	\$ 0.71951	\$ 1.32129
Tier II	0.64941	0.01881	0.03670	0.02041	0.03296	0.00848	0.76677	0.00076	0.71951	1.61738
GS-30 — Street and Outdoor Lighting Gas Service										
Charge per Therm of										
Rated Capacity	\$ 0.57411	\$ 0.01754	\$ 0.03670	\$ 0.01937	\$ 0.03296	\$ 0.00848	\$ 0.68916	\$ 0.00076	\$ 0.71951	\$ 1.53977

Canceling

Revised
Revised

Cal. P.U.C. Sheet No. 6459-G
Cal. P.U.C. Sheet No. 6450-G

STATEMENT OF RATES EFFECTIVE RATES APPLICABLE TO SOUTHERN CALIFORNIA DIVISION SCHEDULES [1][2]												
Schedule No. and Type of Charge	Southwest Margin	Upstream Intrastate Charges		Interstate Reservation Charge	Balancing Account Adjustments		Subtotal Gas Usage Rate	Other Surcharges		Gas Cost	Effective Sales Rate	
		Storage	Variable		CFCAM [3] NFCAM	ITCAM		CPUC	PPP [4]			
GS-35 — Agricultural Employee Housing and Nonprofit Group Living Facility Gas Service												
Basic Service Charge	\$ 8.80										\$ 8.80	
Cost per Therm												
Summer (May - October)												
First 100	\$ 0.20027	\$ 0.00152	\$ 0.03670	\$ 0.02107	\$ 0.03296	\$ 0.00848	\$ 0.30100	\$ 0.00076	\$ 0.00880	\$ 0.71951	\$ 1.03007	
Next 500	0.10785	0.00152	0.03670	0.02107	0.03296	0.00848	0.20868	0.00076	0.00880	0.71951	0.83775	
Next 2,400	0.02795	0.00152	0.03670	0.02107	0.03296	0.00848	0.12868	0.00076	0.00880	0.71951	0.85775	
Over 3,000	(0.08071)	0.00152	0.03670	0.02107	0.03296	0.00848	0.02002	0.00076	0.00880	0.71951	0.74909	
Winter (November - April)												
First 100	\$ 0.19576	\$ 0.02406	\$ 0.03670	\$ 0.02107	\$ 0.03296	\$ 0.00848	\$ 0.31903	\$ 0.00076	\$ 0.00880	\$ 0.71951	\$ 1.04810	
Next 500	0.10344	0.02406	0.03670	0.02107	0.03296	0.00848	0.22671	0.00076	0.00880	0.71951	0.95578	
Next 2,400	0.02344	0.02406	0.03670	0.02107	0.03296	0.00848	0.14671	0.00076	0.00880	0.71951	0.87578	
Over 3,000	(0.08522)	0.02406	0.03670	0.02107	0.03296	0.00848	0.03805	0.00076	0.00880	0.71951	0.76712	
GS-40 — Core General Gas Service												
Basic Service Charge	\$ 11.00										\$ 11.00	
Cost per Therm												
Summer (May - October)												
First 100	\$ 0.45540	\$ 0.00152	\$ 0.03670	\$ 0.02107	\$ 0.03296	\$ 0.00848	\$ 0.55613	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.40674	
Next 500	0.34000	0.00152	0.03670	0.02107	0.03296	0.00848	0.44073	0.00076	0.13034	0.71951	1.29134	
Next 2,400	0.24000	0.00152	0.03670	0.02107	0.03296	0.00848	0.34073	0.00076	0.13034	0.71951	1.19134	
Over 3,000	0.10417	0.00152	0.03670	0.02107	0.03296	0.00848	0.20490	0.00076	0.13034	0.71951	1.05551	
Winter (November - April)												
First 100	\$ 0.45540	\$ 0.02406	\$ 0.03670	\$ 0.02107	\$ 0.03296	\$ 0.00848	\$ 0.57867	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.42928	
Next 500	0.34000	0.02406	0.03670	0.02107	0.03296	0.00848	0.46327	0.00076	0.13034	0.71951	1.31388	
Next 2,400	0.24000	0.02406	0.03670	0.02107	0.03296	0.00848	0.36327	0.00076	0.13034	0.71951	1.21388	
Over 3,000	0.10417	0.02406	0.03670	0.02107	0.03296	0.00848	0.22744	0.00076	0.13034	0.71951	1.07805	
GS-50 — Core Natural Gas Service for Motor Vehicles												
Basic Service Charge	\$ 25.00										\$ 25.00	
Cost per Therm												
Summer (May - October)												
First 100	\$ 0.09320	\$ 0.00079	\$ 0.03670	\$ 0.02952	\$ 0.03296	\$ 0.00848	\$ 0.20165	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.05226	
Next 500	0.08320	0.02980	0.03670	0.02952	0.03296	0.00848	0.23066	0.00076	0.13034	0.71951	1.08127	
Next 2,400												
Over 3,000												
Winter (November - April)												
First 100	\$ 0.45540	\$ 0.00127	\$ 0.03670	\$ 0.01892	\$ 0.03296	\$ 0.00848	\$ 0.55373	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.40434	
Next 500	0.34000	0.00127	0.03670	0.01892	0.03296	0.00848	0.43833	0.00076	0.13034	0.71951	1.28694	
Next 2,400	0.24000	0.00127	0.03670	0.01892	0.03296	0.00848	0.33833	0.00076	0.13034	0.71951	1.18894	
Over 3,000	0.10417	0.00127	0.03670	0.01892	0.03296	0.00848	0.20250	0.00076	0.13034	0.71951	1.05311	
Winter (November - April)												
First 100	\$ 0.45540	\$ 0.02830	\$ 0.03670	\$ 0.01892	\$ 0.03296	\$ 0.00848	\$ 0.58076	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.43137	
Next 500	0.34000	0.02830	0.03670	0.01892	0.03296	0.00848	0.46536	0.00076	0.13034	0.71951	1.31597	
Next 2,400	0.24000	0.02830	0.03670	0.01892	0.03296	0.00848	0.36536	0.00076	0.13034	0.71951	1.21597	
Over 3,000	0.10417	0.02830	0.03670	0.01892	0.03296	0.00848	0.22953	0.00076	0.13034	0.71951	1.08014	

Advice Letter No. 778
Decision No. _____

Issued by
John P. Hester
Senior Vice President

Date Filed May 1, 2007
Effective May 7, 2007
Resolution No. _____

Canceling

Schedule No. and Type of Charge	Southwest Margin	Upstream Intrastate Charges		Interstate Reservation Charge	Balancing Account Adjustments		Subtotal Gas Usage Rate	Other Surcharges		Gas Cost	Effective Sales Rate
		Storage	Variable		CFCAM [3] NFCAM	ITCAM		CPUC	PPP [4]		
STATEMENT OF RATES EFFECTIVE RATES APPLICABLE TO SOUTHERN CALIFORNIA DIVISION SCHEDULES [1] [2]											
GS-60 — Core Internal Combustion Engine Gas Service											
Basic Service Charge	\$ 25.00										\$ 25.00
Cost per Therm											
Summer (May - October)	\$ 0.13341	\$ 0.00103	\$ 0.03670	\$ 0.01807	\$ 0.03296	\$ 0.00848	\$ 0.23065	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.08126
Winter (November - April)	0.13341	0.03604	0.03670	0.01807	0.03296	0.00848	0.26566	0.00076	0.13034	0.71951	1.11627
GS-66 — Small Electric Power Generation Gas Service											
Basic Service Charge	\$ 25.00										\$ 25.00
Cost per Therm											
Summer (May - October)	\$ 0.09952	\$ 0.00123	\$ 0.03670	\$ 0.01807	\$ 0.03296	\$ 0.00848	\$ 0.19696	\$ 0.00076		\$ 0.71951	\$ 0.91723
Winter (November - April)	0.09952	0.03048	0.03670	0.01807	0.03296	0.00848	0.22621	0.00076		0.71951	0.94648
GS-70 — Non-Core General Gas Transportation Service											
Basic Service Charge	\$ 100.00										\$ 100.00
Cost per Therm											
Summer (May - October)	\$ 0.08969	\$ 0.03670	\$ 0.03670	\$ 0.01807	\$ (0.00393)	\$ 0.00848	\$ 0.13094	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 0.26204
Winter (November - April)	0.08969	0.03670	0.03670	0.01807	(0.00393)	0.00848	0.13094	0.00076	0.13034	0.71951	0.26204
GSR — Sale for Resale Natural Gas Service											
Basic Service Charge	\$ 11.00										\$ 11.00
Transportation Service Charge	\$ 780.00										
Cost per Therm											
Summer (May - October)	\$ 0.45540	\$ 0.00152	\$ 0.03670	\$ 0.02107	\$ 0.03296	\$ 0.00848	\$ 0.55613	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.40674
First 100	0.34000	0.00152	0.03670	0.02107	0.03296	0.00848	0.44073	0.00076	0.13034	0.71951	1.29134
Next 500	0.24000	0.00152	0.03670	0.02107	0.03296	0.00848	0.34073	0.00076	0.13034	0.71951	1.19134
Next 2,400	0.10417	0.00152	0.03670	0.02107	0.03296	0.00848	0.20490	0.00076	0.13034	0.71951	1.05551
Over 3,000											
Winter (November - April)	\$ 0.45540	\$ 0.02406	\$ 0.03670	\$ 0.02107	\$ 0.03296	\$ 0.00848	\$ 0.57867	\$ 0.00076	\$ 0.13034	\$ 0.71951	\$ 1.42928
First 100	0.34000	0.02406	0.03670	0.02107	0.03296	0.00848	0.46327	0.00076	0.13034	0.71951	1.31388
Next 500	0.24000	0.02406	0.03670	0.02107	0.03296	0.00848	0.36327	0.00076	0.13034	0.71951	1.21388
Next 2,400	0.10417	0.02406	0.03670	0.02107	0.03296	0.00848	0.22744	0.00076	0.13034	0.71951	1.07805
Over 3,000											
Transportation Franchise Fee (TFF) Surcharge Provision											\$ 0.00925
TFF Surcharge per Therm											
MHPS — Master-Metered Mobile Home Park Safety Inspection Provision											\$ 0.21000
MHPS Surcharge per Space per Month											

[1] Customers taking only transportation service will pay the Effective Sales Rate less the Interstate Reservation Charge and Gas Cost components of the Effective Sales Rate, plus a Transportation Service Charge of \$780 per month and an amount of \$0.00595 per therm for distribution system shrinkage. The PGA Balancing Account Adjustment is applicable to customers converting from sales service to transportation service for the greater period of either 12 months or the conclusion of the amortization period upon which the Balancing Account Adjustment was developed. The volume charge for customer-secured natural gas transportation will also be subject to the TFF Surcharge, if applicable. The TFF Surcharge shall be the product of the customer-secured volumes transported, multiplied by the monthly projected cost of gas, excluding franchise fees and uncollectibles, multiplied by the most current authorized franchise fee factor.

[2] For the purpose of administering the tariff provisions of Rule No. 22, Transportation of Customer-Secured Natural Gas, the otherwise applicable Procurement Charge is equal to the monthly projected cost of gas.

[3] The CFCAM surcharge includes an amount of \$ 0.00368 per therm related to the difference between Southwest's authorized core margin and recorded revenues intended to recover these costs.

[4] The PPP Surcharge applies to all gas sales and transportation service excluding exempt customers as defined in Rate Schedule No. G-PPPS. The PPP Surcharge includes \$0.0134 per therm to amortize the CARE Balancing Account. This amount is not related to current program year expenses.