PUBLIC UTILITIES COMMISSION 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



May 16, 2014

Advice Letter 935-G

Don Soderberg, Vice-President/Pricing Southwest Gas Corporation P O Box 98510 Las Vegas, NV 89193-8510

Subject: To Establish the Pipeline Integrity Memorandum Account (PIMA) in Compliance with OP 2 in D.13-10-024

Dear Mr. Soderberg:

Advice Letter 935-G is effective March 7, 2014.

Sincerely, Edward Ramloph

Edward F. Randolph, Director Energy Division



Southwest gas corporation

Justin Lee Brown, Vice President/Regulatory Affairs

March 7, 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. 935

Enclosed herewith are original and one (1) copy of Southwest Gas Corporation's Advice Letter No. 935 together with California Gas Tariff P.U.C. Sheet Nos. 43 through 45.

Sincerel

Vice President/Regulatory Affairs

JLB:os Enclosures



SOUTHWEST GAS CORPORATION

Advice Letter No. 935

March 7, 2014

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Southwest Gas Corporation (Southwest Gas) (U 905 G) hereby tenders for filing the following tariff sheets:

California Gas Tariff

Cal. P.U.C.	Camornia Gas Tarin	Canceling Cal. P.U.C.
Sheet No.	Title of Sheet	Sheet No.
Fourth Revised Sheet No. 43	Preliminary Statement (Continued)	Third Revised Sheet No. 43
Second Revised Sheet Nos. 44-45	Held for Future Use	First Revised Sheet Nos. 44-45

<u>Purpose</u>

The purpose of this filing is to establish the Pipeline Integrity Memorandum Account (PIMA) in compliance with Ordering Paragraph (OP) 2 in Decision (D.)13-10-024¹.

Effective Date

Pursuant to OP 2, this Advice Letter is a Tier 1 filing and subject to Energy Division disposition (effective pending disposition). Southwest Gas respectfully requests that this Advice Letter be made effective March 7, 2014, which is the date of filing.

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

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

¹ Issued in Rulemaking 11-02-019.



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> Mr. Justin Lee Brown Vice President/Regulatory Affairs Southwest Gas Corporation P.O. Box 98510 Las Vegas, Nevada 89193-8510 Facsimile: 702-876-7037

<u>Notice</u>

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 tariff revisions proposed herein are being filed in compliance with D.13-10-024.

<u>Service</u>

In accordance with General Order 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.

Respectfully submitted,

SOUTHWEST GAS CORPORATION By Justin Lee Brown Attachments

PRELIMINARY STATEMENTS (Continued)

21. <u>PIPELINE INTEGRITY MEMORANDUM ACCOUNT (PIMA)</u>

21A. PURPOSE

Decision (D.) 13-10-024 authorized the Company to create the PIMA to record amounts associated with replacing the Victor Valley Transmission System, less the cost of replacing 2,175 feet of pipe, and up to \$250,000 for installing a remote controlled shut-off valve in the Harper Lake Transmission System.

Authorized amounts include the depreciation expense, carrying charges, and property taxes associated with the authorized expenditures. Depreciation expenses will be calculated using the authorized depreciation rates. Carrying charges will be calculated using the authorized cost of capital. Property taxes will be calculated using the current property tax rate.

21B. APPLICABILITY

Costs recorded in the PIMA will be recovered from customers in the Company's Southern California Division.

21C. DISPOSITION

Any accumulated balance, plus interest, may be amortized in the Company's next general rate case or post-test year adjustment.

Advice Letter No. 935
Decision No. 13-10-024

Issued by Justin Lee Brown Vice President

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2nd RevisedCal. P.U.C. Sheet No.44-451st RevisedCal. P.U.C. Sheet No. Canceling

HELD FOR FUTURE USE

Advice Letter No.	935
Decision No.	13-10-024

Issued by Justin Lee Brown Vice President

Date Effe Res

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DISTRIBUTION LIST

Advice Letter No. 935

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

Southern California Edison Company Pacific Gas & Electric Company Sierra Pacific Power Company San Diego Gas & Electric Company Southern California Gas Company Southern California Water Company R. Thomas Beach Director/Office of Ratepayer Advocates

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:	Contact Person:	Edward Gieseking				
🗆 ELC 🎽 GAS	Phone #: (702) 364-3271					
□ PLC □ HEAT □ WATER	E-mail: ed. gieseking@swgas.com					
EXPLANATION OF UTILITY T	YPE	(Date Filed/ Received Stamp by CPUC)				
ELC = ElectricGAS = GasPLC = PipelineHEAT = HeatWATER = Wate						
Advice Letter (AL) #: 935						
. ,	filing is to establi	sh the Pipeline Integrity Memorandum				
Account (PIMA) in compliance with	th Ordering Paragr	aph (OP) 2 in Decision (D.)13-10-024.				
Keywords (choose from CPUC listing): <u>PIMA</u>						
AL filing type: \Box Monthly \Box Quarter	rly 🛛 Annual 🕱 Or	ne-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 w	ithdrawn or rejected AL ¹ : Not applicable				
Resolution Required? 🗆 Yes 💆 No						
Requested effective date: March 7, 2014 No. of tariff sheets: 2						
Estimated system annual revenue effect: (%): Not applicable						
Estimated system average rate effect	t (%): Not applicab	<u>le</u>				
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: <u>Not applicable</u>						
Service affected and changes proposed ¹ : 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	Utility Info (including e-mail)					
Attention: Tariff Unit 505 Van Ness Ave.,		Mr. Justin Lee Brown, Vice-Pres./Regulatory Affairs				
San Francisco, CA 94102		Southwest Gas Corporation				
mas@cpuc.ca.gov and jnj@cpuc.ca	a.gov	P. O. Box 98510				
		Las Vegas, NV 89193-8510 Justin.Brown@swgas.com				
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 $^{\rm 1}$ Discuss in AL if more space is needed.