

PUBLIC UTILITIES COMMISSION

SAN FRANCISCO, CA 94102-3298



March 6, 2007

Advice Letter 138-G

Akbar Jazayeri
Director of Revenue and Tariffs
Southern California Edison Company
P O Box 800
Rosemead, CA 91770

MAR 12 2007
REVENUE & TARIFFS DEPT.

Subject: Increase in Santa Catalina Island Gas Costs Adjustment Billing Factors

Dear Mr. Jazayeri:

Advice Letter 138-G is effective March 01, 2007. A copy of the advice letter is included herewith for your records.

Sincerely,

A handwritten signature in black ink, appearing to read "S. H. Gallagher".

Sean H. Gallagher, Director
Energy Division

January 19, 2007

ADVICE 138-G
(U 338-E)

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ENERGY DIVISION

SUBJECT: Increase In Santa Catalina Island Gas Costs Adjustment
Billing Factors

Southern California Edison Company (SCE) hereby transmits for filing the following changes to its gas tariff schedules applicable to Santa Catalina Island. The revised tariff sheets are listed on Attachment A and are attached hereto.

PURPOSE

This advice filing revises SCE's gas tariffs to reflect an increase in the Santa Catalina Island Gas Cost Adjustment Billing Factors (GCABFs) due to an increase in recorded and forecast cost of gas. The revised GCABFs are calculated in accordance with the procedures set forth in the Preliminary Statement, Part F, Santa Catalina Island Gas Cost Adjustment Clause (GCAC), of SCE's gas tariffs as authorized in California Public Utilities Commission (Commission) Decision (D.) 82-04-010.

INFORMATION

In D.82-04-010, Ordering Paragraph 2, the Commission authorized SCE to submit GCAC filings by advice letter for every six-month period with March 1 and September 1 as the regularly scheduled revision dates. SCE's GCABFs were last revised effective September 1, 2006, as filed in Advice 136-G, dated July 20, 2006.

The GCABFs established herein are based on the total GCAC revenue requirement which reflects: 1) gas expense for the Forecast Period of March 1, 2007 through February 29, 2008 and 2) amortization of the estimated March 1, 2007 balance in the GCAC balancing account over the Forecast Period. Table 1 (attached) sets forth the calculation of the GCAC balancing account revenue requirement and the fuel revenue requirement.

SCE's current and revised GCABFs for Santa Catalina Island are listed below:

	<u>Current \$/Therm</u>	<u>Revised \$/Therm</u>
Domestic Baseline Service	1.77875	1.81721
Domestic Nonbaseline Service	1.78197	1.82619
Other Than Domestic Service	2.16275	2.21307

This advice filing allocates the revenue increase to Domestic and General Service customers on a System Average Percentage Change (SAPC) basis. This is consistent with the allocation adopted by the Commission in SCE's previous GCAC filings.

The increase in annualized revenues resulting from these changes in rates, based on the therms estimated to be sold during the Forecast Period, is as follows:

Revised Revenue Change From Present Rates			
<u>Rate Schedule</u>	<u>Therms</u>	<u>\$ Thousands</u>	<u>%</u>
Domestic	303,000	12.2	1.4
General Service	368,000	18.5	1.4
TOTAL	671,000	30.7	1.4

Ordering Paragraph 5 of D.82-04-010 requires SCE to show the method used to calculate the transportation charges for delivery of propane to Santa Catalina Island. SCE does not calculate this charge. All propane is purchased from the supplier freight on board (FOB) Santa Catalina Island, and as such, the transportation charge is included in the total cost of the propane. Table II (attached) sets forth the historical quantity and cost of propane to SCE for the 12-months ended June 2006, which includes transportation charges. The average price of propane is also shown by month, and for the 12-month period.

Section 8 of Part F in the Preliminary Statement of SCE's tariffs is also revised to reflect the GCABFs set forth on the applicable rate schedules in this advice filing.

This advice filing results in a price increase, but does not result in a withdrawal of service, or more restrictive conditions.

EFFECTIVE DATE

This rate change is requested to be effective for service rendered on and after March 1, 2007, pursuant to D.82-04-010.

NOTICE

Anyone wishing to protest this advice filing may do so by letter via U.S. Mail, facsimile, or electronically, any of which must be received no later than 20 days after the date of this advice filing. Protests should be mailed to:

CPUC, Energy Division
Attention: Tariff Unit
505 Van Ness Avenue
San Francisco, California 94102
E-mail: inj@cpuc.ca.gov and mas@cpuc.ca.gov

Copies should also be mailed to the attention of the Director, Energy Division, Room 4004 (same address above).

In addition, protests and all other correspondence regarding this advice letter should also be sent by letter and transmitted via facsimile or electronically to the attention of:

Akbar Jazayeri
Vice President, Revenue and Tariffs
Southern California Edison Company
2244 Walnut Grove Avenue
Rosemead, California 91770
Facsimile: (626) 302-4829
E-mail: AdviceTariffManager@sce.com

Bruce Foster
Senior Vice President of Regulatory Operations
c/o Karyn Gansecki
Southern California Edison Company
601 Van Ness Avenue, Suite 2040
San Francisco, California 94102
Facsimile: (415) 673-1116
E-mail: Karyn.Gansecki@sce.com

There are no restrictions on who may file a protest, but the protest shall set forth specifically the grounds upon which it is based and shall be submitted expeditiously.

In accordance with Section III, Paragraph G, of General Order No. 96-A, SCE is serving copies of this advice filing to the interested parties shown on the attached service list. Address change requests should be directed to AdviceTariffManager@sce.com or at (626) 302-2930. For changes to all other service lists, please contact the Commission's Process Office at (415) 703-2021 or by electronic mail at Process_Office@cpuc.ca.gov.

Further, in accordance with Public Utilities Code Section 491, notice to the public is hereby given by filing and keeping the advice filing open for public inspection at SCE's corporate headquarters. To view other SCE advice letters filed with the Commission, log on to SCE's web site at <http://www.sce.com/AboutSCE/Regulatory/adviceletters>.

Notice of this advice filing is being posted in SCE's Santa Catalina Island office and other conspicuous places in SCE's service territory on Santa Catalina Island. In addition, a notification will be published in the next issue of the Santa Catalina Island weekly newspaper.

For questions, please contact Jill Holmes at (626) 302-4962 or Jill.Holmes@sce.com.

Southern California Edison Company

Akbar Jazayeri

AJ:jh:sq
Enclosures

TABLE I
SOUTHERN CALIFORNIA EDISON COMPANY
CALCULATION OF THE SANTA CATALINA ISLAND GCAC REVENUE REQUIREMENT
FOR A MARCH 3, 2007 REVISION DATE 1/

Line No.	Component	Amount (\$)
1.	<u>GAS COST FORECAST</u>	
2.	Forecast Cost 2/	1,144,275
3.	Plus: 1.1% for Franchise Fees and Uncollectibles	12,727
4.	Expense Allowance	
5.	Forecast Gas Revenue Requirement	1,157,002
6.	<u>BALANCING ACCOUNT ESTIMATE</u>	
7.	Forecast Balance in the GCAC Balancing Account as of	
8.	March 1, 2007	206,648
9.	Plus: 1.1% for Franchise Fees and Uncollectibles	2,298
10.	Expense Allowance	
11.	GCAC Balancing Account Revenue Requirement	<u>208,946</u>
12.	GCAC Revenue Requirement	1,365,948
13.	(line 5 + line 11)	
1/ Based on the 12-month Forecast Period beginning March 1, 2007 and a 12-month amortization of the estimated GCAC Balancing Account Balance on March 1, 2007.		
2/ Based on an estimated usage of: 814,934 gallons		

TABLE II
SOUTHERN CALIFORNIA EDISON COMPANY
SANTA CATALINA ISLAND GCAC
RECORDED MONTHLY PURCHASES OF LPG FUEL AND TRANSPORTATION COSTS

Line No.	Month	Monthly Purchases of LPG (Gallons)	LPG Delivered Price, FOB Avalon, Catalina (\$/gallon) 1/	Total Cost (\$)
		(1)	(2)	(3)
2006				
1.	JANUARY	67,562	1.572	106,240.21
2.	FEBRUARY	68,626	1.412	96,869.44
3.	MARCH	94,183	1.390	130,884.83
4.	APRIL	60,994	1.460	89,052.17
5.	MAY	80,016	1.387	110,979.49
6.	JUNE	53,670	1.245	66,830.56
7.	JULY	86,133	1.336	115,071.95
8.	AUGUST	59,954	1.192	71,466.34
9.	SEPTEMBER	68,348	1.340	91,614.17
10.	OCTOBER	68,633	1.391	95,500.79
11.	NOVEMBER	62,053	1.505	93,380.74
12.	DECEMBER	69,901	1.530	106,958.08
13.	TOTAL - 12 Months			
14.	Ending December 31, 2006	840,073	1.399	1,174,848.77

1/ Price includes transportation charges. Sales not subject to California Sales Tax.
2/ Source: Monthly Fuel Commitment Statements

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.: <u>Southern California Edison Company (U 338-E)</u>	
Utility type: <input checked="" type="checkbox"/> ELC <input type="checkbox"/> GAS <input type="checkbox"/> PLC <input type="checkbox"/> HEAT <input type="checkbox"/> WATER	Contact Person: <u>James Yee</u> Phone #: <u>(626) 302-2509</u> E-mail: <u>James.Yee@sce.com</u>
EXPLANATION OF UTILITY TYPE ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat WATER = Water	(Date Filed/ Received Stamp by CPUC)
Advice Letter (AL) #: <u>138-G</u>	
Subject of AL: <u>Increase in Santa Catalina Island Gas Costs Adjustment Billing Factors</u>	
Keywords (choose from CPUC listing): <u>Compliance, Increase Rates, Billings, Balancing Account</u>	
AL filing type: <input type="checkbox"/> Monthly <input type="checkbox"/> Quarterly <input type="checkbox"/> Annual <input type="checkbox"/> One-Time <input checked="" type="checkbox"/> Other <u>Semi-Annual</u>	
If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: <p style="text-align: center;"><u>D.82-04-010</u></p>	
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 ¹ : 	
Resolution Required? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
Requested effective date: <u>3/1/07</u>	No. of tariff sheets: <u>-6-</u>
Estimated system annual revenue effect: (%): <u>1.4%</u>	
Estimated system average rate effect (%): <u>1.4%</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>Preliminary Statement Part F, Schedules G-1 and G-2, and Table of Contents</u>	
Service affected and changes proposed ¹ : _____	
Pending advice letters that revise the same tariff sheets: _____	

¹ Discuss 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 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
jnj@cpuc.ca.gov and mas@cpuc.ca.gov

Akbar Jazayeri
Vice President, Revenue and Tariffs
Southern California Edison Company
2244 Walnut Grove Avenue
Rosemead, California 91770
Facsimile: (626) 302-4829
E-mail: AdviceTariffManager@sce.com

Bruce Foster
Senior Vice President of Regulatory Operations
c/o Karyn Gansecki
Southern California Edison Company
601 Van Ness Avenue, Suite 2040
San Francisco, California 94102
Facsimile: (415) 673-1116
E-mail: Karyn.Gansecki@sce.com

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 888-G Revised 889-G	Preliminary Statement Part F Preliminary Statement Part F	Revised 858-G Revised 858-G
Revised 890-G Revised 891-G	Schedule G-1 Schedule G-1	Revised 873-G Revised 874-G
Revised 892-G	Schedule G-2	Revised 876-G
Revised 893-G	Table of Contents	Revised 877-G

PRELIMINARY STATEMENT

Sheet 3

(Continued)

F. SANTA CATALINA ISLAND GAS COST ADJUSTMENT CLAUSE (GCAC) (Continued)

8. Gas Cost Adjustment Billing Factors (GCABF). The Average Cost Adjustment Rate shall be adjusted so that increases or decreases in the rate are applied in an equitable manner to each type of service. The application of the GCABF to sales shall be as set forth on the applicable rate schedule. The GCABF listed below have been, or are, in effect for the period indicated:

Gas Cost Adjustment Billing Factors \$/Therm

Applicable to Domestic and General Service

<u>Effective Date</u>	<u>Applicable to Baseline Service</u>	<u>Applicable to Nonbaseline Service</u>	<u>Applicable to General Service</u>
September 1, 1987	\$0.4522	\$0.6331	\$0.6331
March 1, 1988	\$0.3478	\$0.4870	\$0.4870
September 1, 1988	\$0.4016	\$0.5598	\$0.5598
November 1, 1988	\$0.41415	\$0.53548	\$0.55980
March 1, 1989	\$0.41122	\$0.52908	\$0.55293
September 1, 1989	\$0.41122	\$0.43782	\$0.51398
March 1, 1990	\$0.43947	\$0.43782	\$0.53712
September 1, 1990	\$0.48063	\$0.44806	\$0.57525
March 1, 1991	\$0.54643	\$0.53688	\$0.66704
September 1, 1991	\$0.57293	\$0.50696	\$0.67608
March 1, 1992	\$0.58654	\$0.52430	\$0.69446
September 1, 1992	\$0.57377	\$0.41906	\$0.64018
March 1, 1993	\$0.44863	\$0.27259	\$0.47927
September 1, 1993	\$0.50413	\$0.33755	\$0.55012
March 1, 1994	\$0.55771	\$0.40026	\$0.61740
September 1, 1994	\$0.49525	\$0.31111	\$0.53251
March 1, 1995	\$0.47931	\$0.29279	\$0.51242
March 13, 1996	\$0.53620	\$0.35820	\$0.58408
September 1, 1996	\$0.59558	\$0.42649	\$0.65878
March 1, 1997	\$0.65353	\$0.49314	\$0.73173
September 1, 1997	\$0.70752	\$0.55522	\$0.79968
March 1, 1998	\$0.69115	\$0.53639	\$0.77903
September 1, 1998	\$0.54827	\$0.37209	\$0.59871
March 1, 1999	\$0.50562	\$0.32304	\$0.54503
September 1, 1999	\$0.49673	\$0.31281	\$0.53383

(L)

(Continued)

(To be inserted by utility)

Advice 138-G
Decision 82-04-010

Issued by

Akbar Jazayeri
Vice President

(To be inserted by Cal. PUC)

Date Filed Jan 19, 2007
Effective Mar 1, 2007
Resolution _____



PRELIMINARY STATEMENT

Sheet 7 (N)

(Continued)

F.SANTA CATALINA ISLAND GAS COST ADJUSTMENT CLAUSE (GCAC)
 (Continued)

8.Gas Cost Adjustment Billing Factors (GCABF) (Continued)

(L)

March 1, 2000	\$0.64184	\$0.47969	\$0.71840	
September 1, 2000	\$0.80571	\$0.66814	\$0.92532	
March 1, 2001	\$1.05189	\$0.95125	\$1.23626	
September 1, 2001	\$1.22332	\$1.14840	\$1.45212	
March 1, 2002	\$0.94005	\$0.82264	\$1.09441	
September 1, 2002	\$0.47609	\$0.28907	\$0.50697	
March 1, 2003	\$0.80520	\$0.66774	\$0.92206	
September 1, 2003	\$0.84538	\$0.71395	\$0.97266	
March 1, 2004	\$0.98009	\$0.86868	\$1.14189	
September 1, 2004	\$0.79584	\$0.65680	\$0.91091	
March 1, 2005	\$1.42557	\$1.38088	\$1.70642	
September 1, 2005	\$1.53472	\$1.50123	\$1.84563	
March 1, 2006	\$1.61807	\$1.59707	\$1.95393	
September 1, 2006	\$1.77875	\$1.78197	\$2.16275	(L)
March 1, 2007	\$1.81721	\$1.82619	\$2.21307	(N)

(Continued)

(To be inserted by utility)

Advice 138-G
 Decision 82-04-010

Issued by

Akbar Jazayeri
Vice President

(To be inserted by Cal. PUC)

Date Filed Jan 19, 2007
 Effective Mar 1, 2007
 Resolution _____



Schedule G-1
SANTA CATALINA ISLAND
DOMESTIC SERVICE

Sheet 1

APPLICABILITY

Applicable to domestic service of liquefied petroleum gas-air to a single-family accommodation or dwelling.

TERRITORY

The City of Avalon, and vicinity, Santa Catalina Island.

RATES

	<u>Per Meter</u>	
	<u>Per Day</u>	
Customer Charge:		
For 175 cubic feet per hour meter	\$0.270	
For 305 cubic feet per hour meter	\$0.470	
For 400 cubic feet per hour meter	\$0.616	
For 675 cubic feet per hour meter	\$1.040	
For 1,000 cubic feet per hour meter	\$1.540	
For 2,000 cubic feet per hour meter	\$3.071	
For 3,000 cubic feet per hour meter	\$4.606	
For 4,000 cubic feet per hour meter	\$6.141	
For 5,000 cubic feet per hour meter	\$7.677	
Energy Charge (To be added to Customer Charge):		
Baseline Service, per therm	\$2.51631	(I)
Nonbaseline Service, per therm	\$2.88873	(I)

The rates above include Base Rates and the applicable Adjustment Rates as shown below:

(Continued)

(To be inserted by utility)
 Advice 138-G
 Decision 82-04-010

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Vice President

(To be inserted by Cal. PUC)
 Date Filed Jan 19, 2007
 Effective Mar 1, 2007
 Resolution _____



Schedule G-1
SANTA CATALINA ISLAND
DOMESTIC SERVICE

Sheet 2

(Continued)

ENERGY CHARGE COMPONENTS

Base Rates:

Baseline Service, per therm	\$0.69834
Nonbaseline Service, per therm	\$1.06178

Adjustment Rates:

Gas Cost Adjustment Billing Factor:

Baseline Service, per therm	\$1.81721	(I)
Nonbaseline Service, per therm	\$1.82619	(I)

PUC Reimbursement Fee, per therm	\$0.00076
--	-----------

The Gas Cost Adjustment Rate is described in Part F of the Preliminary Statement.

The PUC Reimbursement Fee is described in Schedule No. RF-G.

* Base Rates include CARE Surcharge of 0.03352 per therm, for both Baseline and Nonbaseline Service.

SPECIAL CONDITIONS

1. Minimum Customer Charge: Service to customers shall be on an annual basis only with an annual Minimum Customer Charge of 365 times the applicable daily Customer Charge rate payable monthly, or as billed by the Company.
2. Seasonal Service: For summer cottage customers and others who normally require service for only part of the year, this schedule is applicable only on an annual contract.
3. Baseline Service: The rates above are subject to Baseline Service provisions which are described in Part E of the Preliminary Statement. The applicable baseline quantity of gas to be billed under rates designated as Applicable to Baseline Service shall be the total of any Medical Baseline Allocation permitted under Part E, Paragraph 4 of the Preliminary Statement, plus the applicable daily baseline allocation shown below by Season and Time Period.

<u>Season</u>	<u>Time Period</u>	<u>Therms Per Meter Day</u>
Winter	November 1 through April 30	1.348
Summer	May 1 through October 31	0.526

(Continued)

(To be inserted by utility)
Advice 138-G
Decision 82-04-010

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(To be inserted by Cal. PUC)
Date Filed Jan 19, 2007
Effective Mar 1, 2007
Resolution _____



Schedule G-2
SANTA CATALINA ISLAND
GENERAL SERVICE

Sheet 1

APPLICABILITY

Applicable to general service of liquefied petroleum gas-air.

TERRITORY

The City of Avalon, and vicinity, Santa Catalina Island.

RATES

	<u>Per Meter</u>	
	<u>Per Day</u>	
Customer Charge:		
For 175 cubic feet per hour meter	\$0.270	
For 305 cubic feet per hour meter	\$0.470	
For 400 cubic feet per hour meter	\$0.616	
For 675 cubic feet per hour meter	\$1.040	
For 1,000 cubic feet per hour meter	\$1.540	
For 2,000 cubic feet per hour meter	\$3.071	
For 3,000 cubic feet per hour meter	\$4.606	
For 4,000 cubic feet per hour meter	\$6.141	
For 5,000 cubic feet per hour meter	\$7.677	
Energy Charge (To be added to Customer Charge):		
All therms, per therm	\$3.69241	(I)

The rates above include Base Rates and the applicable Adjustment Rates as shown below:

ENERGY CHARGE COMPONENTS

Base Rates:

 All Therms, per therm

	\$1.47858	
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Adjustment Rates:

Gas Cost Adjustment Billing Factor, per therm	\$2.21307	(I)
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PUC Reimbursement Fee, per therm	\$0.00076	
--	-----------	--

The Gas Cost Adjustment Rate is described in Part F of the Preliminary Statement. The PUC Reimbursement Fee is described in Schedule No. RF-G.

* Base Rate includes CARE Surcharge of 0.03352 per Therm.

(Continued)

(To be inserted by utility)

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Decision 82-04-010

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Resolution _____



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D. Symbols	162-G	
E. Baseline Service	371-372-G	
F. Santa Catalina Island Gas Cost Adjustment Clause (GCAC)	355-399-888-889-G	
G. Income Tax Component of Contributions Provision	639-460-G	
 SERVICE AREA MAP	 3-G	

RATE SCHEDULES

<u>Schedule No.</u>	<u>Title of Sheet</u>	<u>Cal. P.U.C. No.</u>	
DE	Domestic Service to Utility Employees	123-G	
G-1	Domestic Service	890-891-G	
G-1-CARE	Domestic Service	918-G	(T)
G-2	General Service	892-429-G	
GM	Domestic Service, Multifamily Accommodation	376-G	
G-SE	Service Establishment Charge	278-G	
RF-G	Surcharge to Fund Public Utilities Commission Reimbursement Fee	846-G	

LIST OF CONTRACTS AND DEVIATIONS

	<u>Cal. P.U.C. Sheet No.</u>
List of Contracts and Deviations	696-G

(Continued)

(To be inserted by utility)

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