

**SAN DIEGO GAS & ELECTRIC COMPANY
SOUTHERN CALIFORNIA GAS COMPANY
NORTH-SOUTH PROJECT REVENUE REQUIREMENT
(A.13-12-013)**

(1ST DATA REQUEST FROM TURN)

Revised Response dated August 4, 2014 to Question 15

QUESTION 15:

Re Musich, p. 2:11 – Why is it not “in the economic interest” of shippers to deliver into the Southern System? Please provide any historical price data or future price forecasts that explain this behavior.

RESPONSE 15:

The table below compares the average ICE day-ahead price at Ehrenberg with the average prices at SoCalGas’ other receipt points on the days in which the other receipt points traded. (Unlike Ehrenberg, the other points do not trade every day). The table shows a significant and growing price disadvantage at Ehrenberg vis-à-vis all the other points. This means that on most days of the year, Ehrenberg is the last point that suppliers want to use to meet their Southern California customers’ needs. This explains why customers’ supplies at Ehrenberg keep declining each year.

	Avg. Ehrenberg Premium Over Other Border Points (\$/Dth)				
	SoCal Ehrenberg - SoCal Kramer	SoCal Ehrenberg - SoCal KRS	SoCal Ehrenberg - SoCal Needles	SoCal Ehrenberg - SoCal TopockEP	SoCal Ehrenberg - SoCal WR
2008	(0.062)	NaN	0.076	NaN	(0.001)
2009	0.034	0.015	0.011	NaN	(0.027)
2010	0.016	0.032	0.015	NaN	0.013
2011	0.031	0.059	0.032	NaN	0.024
2012	0.043	0.042	0.046	0.052	0.045
2013	0.079	0.074	0.079	0.089	0.075
2014	0.066	0.106	0.111	0.064	0.028