

Decision No. 16613.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the application of
PACIFIC GAS AND ELECTRIC COMPANY, a
corporation, for an order of the
Railroad Commission of the State of
California approving a certain
agreement entered into by and between
applicant and JOSHUA HENDY IRON WORKS,
a corporation, dated December 21, 1925.

ORIGINAL

Application No. 12,592.

BY THE COMMISSION:

O P I N I O N

Pacific Gas and Electric Company asks that the Railroad Commission approve an agreement between applicant and Joshua Hendy Iron Works covering the supplying of gas for industrial uses at a rate other than as provided in filed schedules. The rate applying in the locality in which this consumer is located also applies in a large number of small towns and suburban districts, many of which are supplied from small gas plants where transportation costs result in comparatively high prices of fuel oil. The Joshua Hendy Iron Works will be supplied by transmission from a comparatively efficient gas plant and in this case the large quantities of gas to be consumed can be sold profitably at a lower rate than provided in the schedule. Except for a minimum charge of \$50.00 per month the contract rate is the same as the schedule up to a consumption of approximately \$130. per month. The prospect of other consumers of the same class in the immediate vicinity does not justify the filing of a special schedule nor do the costs of production obtaining in many localities where the present schedule applies justify a reduction. This does not appear to be a matter

in which a public hearing is necessary.

O R D E R

Pacific Gas and Electric Company having applied to the Railroad Commission for an order approving the agreement entered into by and between Pacific Gas and Electric Company and Joshua Hendy Iron Works, dated December 31, 1925, and set forth in Exhibit "A" attached to the application in this matter, and the Railroad Commission being of the opinion that the foregoing agreement should be approved;

IT IS HEREBY ORDERED that said agreement between Pacific Gas and Electric Company and Joshua Hendy Iron Works be and the same is hereby approved.

Dated at San Francisco, California, this 24 day
of ~~April~~ ^{May}, 1926.

H. B. Bunnidge
C. S. Seaver
Ernest West

Commissioners.