

Decision No. 23061

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 SHELL CHEMICAL COMPANY, a corporation, dated September 12, 1930, and relating to electric service.

ORIGINAL

Application No. 16,940

BY THE COMMISSION:

O P I N I O N

This is an application of Pacific Gas and Electric Company, a corporation, for an order approving a certain agreement dated September 12, 1930, made and entered into by and between applicant and Shell Chemical Company, a Delaware corporation. A copy of this agreement, marked Exhibit "A," is attached to and made a part of the application.

Under the terms and conditions and during the term specified in the aforesaid agreement, applicant has agreed to sell and deliver to the Shell Chemical Company, and the latter has agreed to purchase all of the electrical energy which shall be required for the operation of its electrical machinery and apparatus and in the conduct of its business upon said Shell Chemical Company's premises situate near the City of Pittsburg, Contra Costa County, it being provided in said agreement that the same shall not become effective unless and until approved

by the Railroad Commission of the State of California.

For the purpose of enabling applicant to deliver and Shell Chemical Company to receive and use the electric energy referred to in this application, applicant entered into and executed a certain lease agreement with said Shell Chemical Company, wherein and whereby applicant has leased to said company certain substation facilities. A copy of said lease agreement dated September 12, 1930, marked Exhibit "B," was filed concurrently with this application and made a part of same by reference.

Under the agreement, marked Exhibit "A," Pacific Gas and Electric Company agrees to deliver to Shell Chemical Company, for a period of ten (10) years from and after the commencement of service, and thereafter until terminated by thirty (30) days written notice, all the electric energy required by the latter under this agreement at either of the following rates:

(1) Pacific Gas and Electric Company's Schedule P-5 Rate
(A) 2300 Volts or other regularly filed schedule, or

(2) Average monthly Power Factor of 100%

First	200 K.W. or less of maximum demand	\$875.00 per Month
Next	300 " " of maximum demand	4.00 per K.W./mth.
Next	500 " " " " " "	3.75 " " "
All over	1000 " " " " " "	3.60 " " "

Average monthly Power Factor less than 100%

When the average monthly power factor is less than 100%, the above charges plus the following charges will apply:

3¢ per month per K.W. of maximum demand for each 1% that the average monthly power factor is less than 100% to and including an average monthly power factor of 55%, plus:

4¢ per month per K.W. of maximum demand for each 1% that the average monthly power factor is less than 95% to and including an average monthly power factor of 90%, plus:

6¢ per month per K.W. of maximum demand for each 1% that the average monthly power factor is less than 90% to and including an average monthly power factor of 85%.

Maximum Demand:

The maximum demand in any month will be the average kilowatt delivery indicated or recorded by instruments to be supplied, owned and maintained by the company and at the expense of the company, if that thirty (30) minute interval in which the consumption of electric energy is greater than in any other thirty (30) minute interval in the month.

The Commission is of the opinion that said agreement is fair to all parties and that a public hearing in the matter is not necessary.

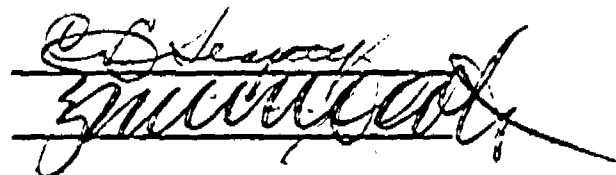
O R D E R

Pacific Gas and Electric Company, a corporation, having applied to this Commission for an order approving a certain agreement entered into by and between applicant and Shell Chemical Company, a Delaware corporation, dated September 12, 1930, the Commission having considered the matter and being of the opinion that a public hearing is not necessary,

IT IS HEREBY ORDERED that the above mentioned agreement between Pacific Gas and Electric Company and Shell Chemical Company, be and the same is hereby approved.

The authority herein granted shall become effective on the date hereof.

Dated at San Francisco, California, this 10th day of November, 1930.





Commissioners.