Decision No. 20749

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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, granting to applicant all necessary authority to file and place in effect for natural gas service proposed rates contained in the schedules submitted herewith, namely: Schedule G-4-N(applicable to the cities of Sacramento and Stockton and contiguous suburbs supplied from Sacramento and/or Stockton distribution systems), Schedule G-7-N (applicable to Woodland, Davis and contiguous suburbs of each, the unincorporated town of Broderick and all consumers supplied from the Sacramento-Woodland trans-) mission line, City of North Sacramento and ) Application No. 16393. contiguous suburbs supplied from North Sac-) remento distribution system, and City of Lodi and contiguous suburbs supplied from Lodi distribution system, also all consumers supplied from Stockton-Lodi transmission line) and Schedule G-S-N (applicable to City of Roseville and contiguous suburbs supplied from Roseville distribution system, also all consumers supplied from Sacramento-Roseville transmission line north) of Sacramento; and to withdraw and cancel present Schedules G-10, G-8 and G-14. In the matter of the application of PACIFIC) GAS AND ELECTRIC COMPANY, a corporation, for) an order of the Railroad Commission, grant-) ing to applicant all necessary authority to file and place in effect for natural gas service proposed rates contained in schedules submitted herewith, namely: Schedule G-6-N (applicable to the City of Vallejo and contiguous suburbs supplied from Vallejo distribution system), Schedule G-7-N (applicable to cities and towns of San Rafael, San Anselmo, Corte Madera, Fair-) fax, Ross, Kentfield, Larkspur, San Quentin,) Sausalito, Mill Valley, Cotati, Penn Grove, Novato, Petaluma, Sebastopol, Santa Rosa, and all contiguous suburbs of each community supplied from the distribution system) in each community, also all consumers sup-plied from San Rafael-Santa Rosa and San Rafael-Sausalito transmission lines; City of Napa and contiguous suburbs supplied from Napa distribution system, also all con-) sumers supplied from Vallejo-Napa transmis-) sion line; and Schedule G-8-N (applicable to City of Benicia and contiguous suburbs

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Application No. 16394

supplied from Benicia distribution system, also all consumers supplied from Vallejo-Benicia transmission line east from end of present 3" Vallejo distribution line); and to withdraw and cancel present schedules G-5, G-6 and G-13. In the matter of the application of TRACY GAS COMPANY, a corporation, and PACIFIC GAS) AND ELECTRIC COMPANY, a corporation, for an) order of the Railroad Commission authoriz- ) ing TRAJY GAS COMPANY to file and place in ) Application No. 16487. effect the revised schedule of rates and charges referred to in this application for) the service of natural gas. 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 granting to applicant a certificate of public convenience and necessity to construct the gas transmission) lines and systems herein described, and to ) exercise the right, privilege and franchise) Application No. 15696. granted to applicant by Ordinance No. 141 ) of the Board of Supervisors of the County ) of Kings; and fixing and establishing fair and reasonable rates and charges to be collected by applicant from its consumers in the City of Fresno and suburbs for the service of natural gas. 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 granting to applicant a) certificate of public convenience and neces-) sity to construct the gas transmission ) Application No. 15697. line and system herein described; and to exercise the right, privilege and franchise) granted to applicant by Ordinance No. 118 of the Board of Supervisors of the County of San Benito; and fixing and establishing fair and reasonable rates to be charged and collected by applicant from its consumers for the natural gas service herein referred) to. 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 granting to applicant a) certificate of public convenience and necessity to construct the gas transmission) lines and system herein described; authoriz-) ing the withdrawal and cancellation of

certain schedules of rates for, and regula-) tions governing, gas service, and the Application No. 15602. filing and placing in effect of new, revised) and/or superseding schedules of gas rates and regulations, all as herein in this application particularly set forth; etc. The CITY OF PALO ALTO, (a municipal corporation) Petitioner and Complainant, -7S-Case No. 2734. The PACIFIC GAS & ELECTRIC COMPANY, (a utility corporation) Defendant. 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 authorizing applicant

State of California authorizing applicant to withdraw and cancel the gas rate schedules and rules and regulations applicable to gas service in the territory formerly supplied by Oakdale Gas Company, and to make effective in said territory the schedules of gas rates and charges and rules and regulations herein referred to.

BY THE COMMISSION:

## SUPPLEMENTAL ORDER

Application No. 16888.

In its decisions:

No. 22633 - Dated July 5, 1930, No. 22634 - Dated July 5, 1930, No. 22637 - Dated July 7, 1930, No. 22642 - Dated July 9, 1930, No. 22667 - Dated July 10, 1930, No. 22966 - Dated October 15, 1930, No. 23017 - Dated October 28, 1930,

in the above applications and case, this Commission authorized Pacific Gas and Electric Company to amortize and write off such unusual and extraordinary expenses as should be incurred in the substitution of natural gas service for the then present artificial gas service, during a three-year period, commencing with the second year of natural gas service in the territories involved in each application.

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In its letter of April 23, 1932, Pacific Gas and Electric Company reports that the projects involved have been installed; that of the total unusual and extraordinary expenses incurred on these projects up to and including December 31, 1931, applicant, during the calendar year 1931, amortized and wrote off the sum of \$466,779.45; that under the provisions of the orders in the above mentioned decisions of this Commission, it will be necessary for applicant, during the calendar year 1932, to emortize and write off the further estimated sum of \$842,700.00 of these expenses; and that, in view of existing economic conditions, applicant believes that no part of the \$842,700.00 should be amortized or written off during the year 1932 and requests that the above mentioned decisions be modified so as to allow applicant to write off the remainder of said unusual and extraordinary expenses during the years 1933, 1934 and 1935.

The Commission has considered applicant's request and is of the opinion that such request should be granted; therefore

IT IS HEREBY ORDERED that Decisions Nos. 22633, 22634, 22637, 22642, 22667, 22966 and 23017 in the above entitled matters be and the same are hereby modified and amended so as not to require Pacific Gas and Electric Company to amortize and write off any of the unusual and extraordinary expenses incurred in the substitution of natural gas service for artificial gas service during the year 1932.

IT IS HEREBY FURTHER ORDERED that Decisions Nos. 22633, 22634, 22637, 22642, 22667, 22966 and 23017 in the above entitled matters be and the same are hereby further modified and emended so as to permit Pacific Gas and Electric Company to amortize and write

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off, during the years 1933, 1934 and 1935, the unusual and extraordinary expenses incurred in the substitution of natural gas service for artificial gas service not yet amortized or written off, provided that such unusual and extraordinary expenses shall be emortized and written off without interest.

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IT IS HEREBY FURTHER ORDERED that the authority herein granted shall become effective upon the date hereof and that the orders in Decisions Nos. 22655, 22654, 22657, 22642, 22667, 22966 and 23017 in the above entitled matters shall remain in full force and effect, except as modified by this supplemental order.

Dated at San Francisco, California, this <u>Jud</u>day of <u>Man</u>, 1932.

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