Decision No. 27878



BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of) PACIFIC GAS AND ELECTRIC COMPANY) for an order of the Railroad Commis-) sion of the State of California for) an order approving a certain agree-) ment entered into by and between appli-) cant and THE EMPORIUM, dated February 6,) 1935.

Application No. 19829.

BY THE COMMISSION:

OPINION AND ORDER

In this application Pacific Gas and Electric Company, a corporation, asks the Commission to approve an agreement dated February 6, 1935, under which it proposes to supply The Emporium, a California corporation, with electric energy for its various needs and with steam for heating purposes. A copy of the agreement is attached to the application and marked Exhibit "A".

The major portion of the electric energy to be supplied and purchased thereunder will be direct current energy to be used for combined lighting and power purposes and delivered at an electromotive force of approximately 125 and 250 volts. The following special rate will apply to such deliveries:

Demand Charge

First 800 kilowatts or less of maximum demand -\$1500.00 per month. All Over 800 kilowatts of maximum demand -\$0.75 per KW per month. Energy Charge (to be added to the Demand Charge) All energy at six mills (\$.006)per kilowatt-hour.

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Fuel Oil Clause

The above energy rate is subject to increase on the basis of 1/10 mill per kilowatt-hour for each 3.5 cents increase in the market price of fuel oil as regularly quoted by the Standard Oil Company of California, from 89 cents per barrel, f.o.b. Richmond, California, such increase to be computed to the nearest one-tenth mill per kilowatt-hour.

Maximum Demand

The maximum demand in any month will be the average kilowatt delivery of the 15 minute interval in which such delivery is greater than in any other 15 minute interval in the month.

The remaining portion of the electric energy to be supplied and purchased thereunder will be alternating current energy delivered at an electromotive force of approximately 120 and 240 volts. The rate applying thereto will be the power company's schedule P-1 (maximum demand basis - 50 H.P. guarantee).

All of the steam supplied and purchased thereunder for heating purposes will be charged and paid for in accordance with the following special rate:

Based upon the monthly consumption per meter.

First	20,000	pounds		\$1.22	per	thousand younds
Next	60,000	pounds	• • • • • • • • •	-82		thousand pounds
Next				-62		thousand pounds
Next	170,000	pounds	• • • • • • • • •	•47	per	thousand pounds
Next	600,000	pounds	*******		per	thousand pounds
all over	1,000,000	pounds	*******	_ 30	per	thousand pounds

Minimum Charge

\$5,000.00 per year.

Measurement of Service.

The consumption of steam hereunder will normally be measured by condensation meters. In cases where the condensation cannot be measured the charge will be based upon the estimated consumption.

Fuel Clause.

The above rates are subject to increase or decrease on the basis of 3¢ per 1,000 pounds for each 10¢ increase or decrease, respectively, in the market price of fuel oil, as regularly quoted by the Standard Oil Company of California, from 89¢ per barrel, f.o.b. Richmond, California, change to be to the nearest one cent, and to become effective thirty days after the change in the price of oil. The initial term of this agreement is five (5) years from and after January 1, 1935, with a provision that it shall continue thereafter until terminated by thirty (30) days' written notice given by either party to the other of a desire for such termination.

The rates to be accorded The Emporium under this agreement are lower than those heretofore available under the Compeny's regularly published schedules. The only justification for the approval of the agreement is the impending loss of the load, since the consumer is prepared to install its own generating facilities if a special rate is not accorded.

An analysis of the proposed charges indicate that no burden upon other general consumers will result from the approval of this special rate agreement. We believe that the Company's request should be granted.

This is a matter in which a public hearing does not appear necessary and good cause appearing therefor,

IT IS HEREBY ORDERED that the above mentioned agreement between Pacific Gas and Electric Company and The Emporium dated February 6, 1935, be and it is hereby approved.

The effective date of this Ordershall be the date hereof. Dated at San Francisco, California, this _____ day of April, 1935.