

ORIGINALDecision No. 39905

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SOUTHERN CALIFORNIA GAS COMPANY
and the PACIFIC GAS AND ELECTRIC
COMPANY for an Order Approving
their Contract dated December 1, 1946.

Application No. 28112

OPINION AND ORDER

Southern California Gas Company and Pacific Gas and Electric Company seek authority to carry out the terms of a contract whereby the former will transport and deliver gas to the latter for distribution in Bakersfield and surrounding territory.

In accordance with the contract, which is attached to and made a part of the application as Exhibit "A", the Southern California Gas Company will receive gas from Pacific Gas and Electric Company at Kettleman Hills field and/or other points mutually agreed upon, and will in turn deliver a like quantity through its existing pipe line system to designated points at Bakersfield. In exchange for the gas so transported, Pacific Gas and Electric Company will deliver to Southern California Gas Company a quantity of gas equal to that delivered at Bakersfield.

For this service the contract provides that Pacific Gas and Electric Company shall pay Southern California Gas Company five cents per thousand cubic feet, as a transport charge, for all gas delivered at Bakersfield for purposes of distribution.

The term of the proposed contract will commence on December 1, 1946 and continue for a period of one and one-half years.

The new contract will terminate and cancel the agreement dated October 1, 1935, and extended to date, under which Southern California Gas Company has been selling natural gas to Pacific Gas and Electric Company for distribution in Bakersfield.

The contract contains a provision that it shall at all times be subject to such changes or modifications by the Public Utilities Commission of the State of California as said Commission may from time to time direct in the exercise of its jurisdiction.

A public hearing under the circumstances being deemed unnecessary, and good cause appearing,

IT IS HEREBY ORDERED that Southern California Gas Company and Pacific Gas and Electric Company are hereby authorized to enter into that certain proposed agreement set forth as Exhibit "A" in this application at the rate and under the terms and conditions set forth in said agreement.

The effective date of this order shall be the date hereof.

Dated at Los Angeles, California, this 28th day of January, 1947.

Harold K. Kule
Justus F. Cravens
Robert K. Kule
A. J. D. D. D.

Commissioners