## ORIGINAL

Decision No. 47318

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of ) SOUTHERN CALIFORNIA GAS COMPANY, a ) corporation, under Section 50(b) of ) the Public Utilities Act of the State) of California, for a certificate that) public convenience and necessity ) require the exercise of the rights ) and privileges granted by Ordinance ) No. 1847 (New Series) of the County ) of Los Angeles.

Application No. 32679, (As Amended)

## SECOND SUPPLEMENTAL ORDER

By Decision No. 46702 dated January 29, 1952, the Commission authorized Southern California Gas Company, among other things, to execute a gas exchange agreement between it and Pacific Gas and Electric Company, dated December 1, 1951, as incorporated in this record as Exhibit No. 6-A, for natural gas service to Antelope Valley, subject to certain conditions, among which it was ordered to file an amendment to the exchange agreement whereby the Commission's jurisdictional clause, as required by General Order No. 96, would be made a part of the agreement.

Subsequently Southern California Gas Company advised this Commission by letter dated March 26, 1952, that Pacific Gas and Electric Company was asked if it would be willing to amend the exchange agreement to enable Southern California Gas Company to comply with that portion of the order requiring the filing of an amendment to the exchange agreement whereby the Commission's jurisdictional clause, as required by General Order No. 96, would be made a part of the agreement.

Pacific Gas and Electric Company, according to the above letter, has stated that the exchange agreement is on file with the Federal Power Commission as its gas tariff covering the delivery

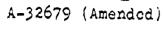
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of out-of-state gas to Southern California Gas Company for use in the Antelope Valley area, and for that reason does not feel that it is in a position to re-form the exchange agreement to comply with the Commission's order.

In lieu thereof Southern California Gas Company obtained a letter of understanding with Pacific Gas and Electric Company, dated May 19, 1952. This letter agreement of understanding was signed by both Pacific Gas and Electric Company and Southern California Gas Company and provides for the substance of the Commission's jurisdictional clause as required by General Order No. 96, and to this extent complies with the Commission's order.

IT IS HEREBY ORDERED that Southern California Gas Company be relieved of filing an amendment to the exchange agreement as required by Decision No. 46702, dated January 29, 1952, and in lieu thereof be authorized to substitute the letter agreement of understanding dated May 19, 1952, which reads as follows:

> "This letter evidences the following understanding of the parties to that certain Gas Exchange Agreement dated December 1, 1951, providing for a supply of natural gas for the Antelope Valley Division of the Southern California Gas Company, viz: that any provision of said agreement which may be subject to the jurisdiction of the Public Utilities Commission of the State of California shall, at all times, be subject to such changes or modifications by said Commission as said Commission may, from time to time, direct in the exercise of its jurisdiction."



In all other respects Decision No. 46702 shall remain unchanged.

The effective date of this order shall be twenty (20) days after the date hereof.

Dated at Can Francisco, California, this 24 day of <u>Jame</u>, 1952.

President