

ORIGINAL

Decision No. 70926

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SOUTHERN CALIFORNIA GAS COMPANY and)
SOUTHERN COUNTIES GAS COMPANY OF)
CALIFORNIA for authorization to)
carry out the terms of an Agreement)
reallocating gas supply and trans-)
mission costs.)

Application No. 45149
(First Supplemental)

FIRST SUPPLEMENTAL ORDER

Southern California Gas Company and Southern Counties Gas Company of California, on May 23, 1966, jointly filed the first supplemental application herein, requesting authority to carry out the terms of the agreement dated May 18, 1966, attached to the application as Section 1 of Exhibit A.

Authority to carry out the terms and conditions of an agreement dated January 29, 1963, was granted by the Commission in Decision No. 65176, dated April 9, 1963, in Application No. 45149. This agreement by its terms expired January 1, 1966. Applicants seek an extension of the agreement without change until January 1, 1967.

Applicants allege that the results of applying the allocation procedures specified in the agreement of January 29, 1963, have been beneficial to both applicants by enabling them to make full and efficient use of their gas supplies and joint transmission and storage facilities and by balancing costs as incurred for particular gas purchases or reflecting the ownership of particular facilities..

The Commission has considered this matter and finds that extension of the agreement as requested would not be adverse

to the public interest. The Commission concludes that the application should be granted. A public hearing is not necessary.

IT IS ORDERED that:

1. Southern California Gas Company and Southern Counties Gas Company of California are authorized to extend the term of their agreement dated January 29, 1963, to January 1, 1967, as provided in the agreement dated May 18, 1966.

2. Applicants shall file with the Commission within ninety days after the end of the year 1966 a statement of the facilities included under the reallocation agreement as of the end of the year and the book cost thereof, together with a statement of cost reallocation between the two companies for the year.

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

Dated at San Francisco, California, this 1st day of JULY, 1966.

Fredrick B. Hallock
President
George J. Hoover
Raymond
Commissioners

Commissioner William M. Bennett, being necessarily absent, did not participate in the disposition of this proceeding.