

Decision No. 86165

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of PACIFIC GAS AND ELECTRIC COMPANY for authority to revise its gas service tariff to offset the effect of increases in the price of gas from CALIFORNIA SOURCES

(Gas)

Application No. 55468
(Order Granting Limited
Rehearing filed
July 29, 1975)

Application of PACIFIC GAS AND ELECTRIC COMPANY for authority to revise its gas service tariff to offset the effect of increases in the price of gas from EL PASO NATURAL GAS COMPANY.

(Gas)

Application No. 55469
(Order Granting Limited
Rehearing filed
July 29, 1975)

Application of PACIFIC GAS AND ELECTRIC COMPANY for authority to revise its gas service tariff to offset the effect of increases in the price of gas from PACIFIC GAS TRANSMISSION COMPANY.

(Gas)

Application No. 55470
(Order Reopening filed
July 29, 1975; Order
Granting Limited Rehearing
filed September 10, 1975)

Application of PACIFIC GAS AND ELECTRIC COMPANY for authority to revise its gas service tariff to offset the effect of increases in the price of gas from PACIFIC GAS TRANSMISSION COMPANY.

(Gas)

Application No. 55687
(Order Granting Limited
Rehearing and Further
Hearing filed
August 26, 1975)

SECOND SUPPLEMENTAL ORDER

By Decision No. 84616, dated July 1, 1975, and modified by Decision No. 85292, dated December 30, 1975, the Legal Division was directed to prepare an Order to Show Cause, to be served on all producers of California gas who are under contract to supply such

gas to Pacific Gas and Electric Company (PG&E), why they should not be regulated by this Commission as public utilities. At the same time, PG&E was prohibited from renegotiating any contract with any of its suppliers of California gas pending a decision in the Order to Show Cause.

Decision No. 85292, dated December 30, 1975, modified Ordering Paragraph 7 of Decision No. 84616 by setting the date, June 30, 1977, after which PG&E should not, in the renegotiating of any contract with any of its suppliers of California gas, include any provision which would escalate the price to be paid for such gas, pending a decision in the Order to Show Cause ordered by Paragraph 6.

In a letter to the Commission, dated July 12, 1976, PG&E states that it is still in the process of negotiating with California producers concerning the price to be paid for gas for the fiscal year 1976-77, and PG&E may have to agree on a price that will be effective for a two-year period, but which would benefit both PG&E and its customers.


Therefore, pursuant to the letter from PG&E dated July 12, 1976, we find an extension of negotiating time would be in the best interest of all parties concerned.

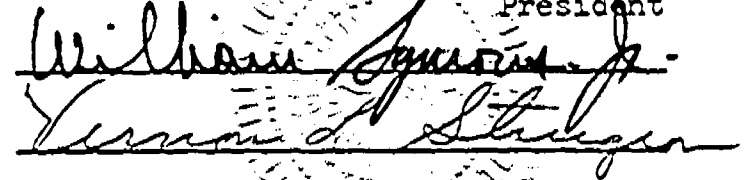
IT IS ORDERED that Decision No. 84616, as previously modified by Decision No. 85292, be further modified by changing the date in Ordering Paragraph 7 from June 30, 1977 to June 30, 1978.

In all other respects, the provisions contained in Decisions Nos. 84616 and 85292 shall remain in effect until further order.

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

Dated at San Francisco, California, this 27th day of JULY, 1976.



President


Commissioners

Commissioner Leonard Ross, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioner Robert Batinovich, being necessarily absent, did not participate in the disposition of this proceeding.