Cecision 90 09 023 SEP 12 1990

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Jesseph T. Fernandez,

Complainant,

vs.

Southern California Gas Commany, and Southern California Edison Company,

Defendants.

ORIGINAL

Case 90-05-026 (Filed May 11, 1990)

OPINI<u>ON</u>

Joseph T. Fernandez (Fernandez) complains against Scutthern California Gas Company and Southern California Edison Company that their programs of assistance to low-income electric and gas customers constitute discriminatory pricing policies accepted by the Commission under an unconstitutional statute (Section 739(g), Public Utilities (PU) Code.)

Section 739(g), PU Code provides as follows:

"The Commission shall establish a program of assistance to low-income electric and gas customers, the cost of which shall not be borne solely by any single class of customer."

Complainant expresses his view that Low-Income Ratepayer Assistance (LIRA) programs are nothing more than a tax which should either be abolished or declared a tax so that they would be definitible for income tax purposes.

On June 15, 1990, defendants filed a joint motion to dismiss the complaint on the grounds, among others, that the complainant has alleged no violation of any law or of any order or rule of the Commission (Rules 9 and 10, Rules of Practice and

Procedure), and that neither defendants nor the Commission have the authority to declare PU Code § 739(g) unconstitutional (Article 3, § 3.5, California Constitution.)

Pindings of Pact

- 1. Fernandez complains that Low-Income Ratepayer Assistance programs established by the Commission pursuant to PU Code \$ 739(g) are unconstitutional.
- 2. Fernandez' complaint against defendant utilities alleges no violation of any law or of any order or rule of the Commission.
- 3. Defendants filed a motion to dismiss the complaint on the grounds that neither the Commission nor the defendants have authority to declare PU Code § 739(g) unconstitutional and that complainant has alleged no violation of any law or of any order or rule of the Commission as required by Rules 9 and 10, Rules of Practice and Procedure, and by PU Code § 1702.

Conclusions of Law .

- 1. The Commission has no authority to declare a statue unconstitutional.
- 2. Complainant has not alleged any violation of a law or of an order or rule of the Commission.
- 3. The complaint should be dismissed for failure to state a cause of action.

ORDER

IT IS ORDERED that Case 90-05-026 is dismissed.

This order is effective today.

Dated <u>SEP 12 1990</u>, at San Francisco, California.

G. HITCHELL WILK
President
FREDERICK R. DUDA
STANLEY W. HULETT
PATRICIA M. ECKERT
Commissioners

Commissioner John B. Ohanian, being necessarily absent, did not participate.

WAS APPROVED BY THE INCOME COMMISSIONATED TO SAY

NEAL J. SOULMAN, Executive Director