

Decision 82 01 33 JAN 19 1982**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Investigation on the Commission's)
 own motion into the feasibility)
 of establishing various methods)
 of providing low-interest, long-)
 term financing of solar energy)
 systems for utility customers.)

OII 42
 (Filed April 24, 1979)

ORDER MODIFYING DECISION 93774
AND DENYING REHEARING

Petitions for Rehearing of Decision 93774 have been filed by California Solar Energy Industries Association (Cal-SEIA) and Energy Resources Solar.

Southern California Gas Company (SoCal) has also filed two Petitions for Modification pursuant to Rule 43 of our Rules of Practice and Procedure.

We have carefully considered each allegation of error in the Petitions for Rehearing and are of the opinion that good cause for rehearing has not been shown. However, D. 93774 should be modified to provide additional discussion in support of the \$4,000 ceiling and to clarify two ambiguities raised in the petitions filed by SoCal. Therefore,

IT IS HEREBY ORDERED that D. 93774 is modified as follows:

1. The first sentence in the second full paragraph at page 5 is modified to read:

"In light of the significant cost differentials between many of the applications to SoCal, the estimated maximum cost-effective price of a solar water heater cited above, and the assumed average cost of a solar system in D. 92501 and considering the potential injury to SoCal's ratepayers, the Commission has

determined that SoCal should be directed to cease immediately sending any further loan applications to applicants whose proposed solar water heating loans exceed four thousand dollars (\$4,000) until directed otherwise by the Commission."

2. The discussion on page 4 related to the price of solar systems in applications received by SoCal is supplemented by the addition of the following:

"In Decision 92501 issued December 5, 1980 we assumed the average cost of a solar system was \$3,000 (See Appendix B, p. B-5)."

3. The following finding of fact is added to the decision:

"5. There is no evidence that SoCal acted unreasonably or imprudently in making loan offers in excess of \$4,000 prior to November 23, 1981."

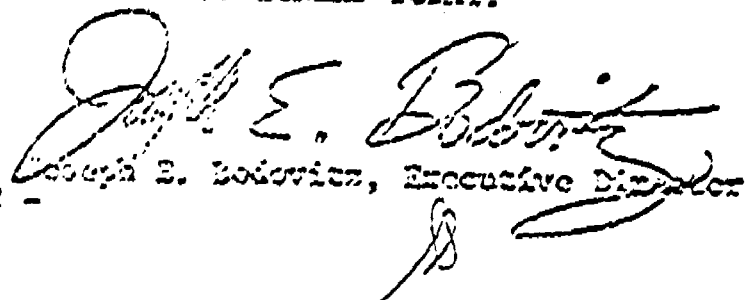
Rehearing of D. 93774, as modified herein, is denied.

This order is effective today.

Dated JAN 19 1982, at San Francisco, California.

JOHN E. BRYSON
President
RICHARD D. GRAVELLE
LEONARD M. GRIMES, JR.
VICTOR CALVO
PRISCILLA C. CREW
Commissioners

I CERTIFY THAT THIS DECISION
WAS APPROVED BY THE ABOVE
COMMISSIONERS TODAY.


Joseph E. Bolovitz, Executive Director