

RR/KLH/ARM/WPSC

ORIGINALDecision SZ 03 06S MAR 16 1982

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of SAN DIEGO GAS &)	
ELECTRIC COMPANY for an order)	
authorizing amendments to the terms))	Application 61075
and conditions of a Nuclear Fuel)	(Filed November 25, 1981)
Lease.)	

ORDER CORRECTING DECISION 82-02-090

San Diego Gas & Electric Company (SDG&E), by letter dated February 25, 1982, requests certain changes be made to Decision (D.)82-02-090 dated February 17, 1982. Following is a list of the changes requested. The underscoring indicates the proposed changes.

1. Page 3, fourth line under "Summary of Decision," should be changed to read:

"\$100,000,000 aggregate principal amount and one future increase in the credit line up to \$150,000,000 aggregate principal amount, and to consent to the. . ."

2. The ninth line of the same paragraph should be changed to:

". . . based on a letter of request, except for one such increase of up to \$50,000,000."

3. Change the last sentence to read:

"Anything as important as (nuclear) fuel leasing should be periodically reviewed and analyzed to determine whether it continues to be"

4. Page 11, on the ninth line of the last paragraph,
delete:

"\$150,000,000"

5. Page 15, Ordering Paragraph 1, on the seventh line,
change to read:

" . . . \$66,000,000 to \$100,000,000 and
ultimately up to \$150,000,000 as . . ."

deleting " . . . in a one time authorization . . .").

6. Ordering Paragraph 2, first line:

"SDG&E's request to base future
increases in excess of \$150,000,000 on
\$50,000,000. . . ."

The Revenue Requirements Division has reviewed SDG&E's
request and recommends that the changes be made. Therefore, good
cause appearing,

IT IS ORDERED that the following changes are made to
D.82-02-090:

1. Page 3, Summary of Decision is changed to read as
follows:

This decision grants SDG&E the authority to
continue to lease nuclear fuel under the Lease
shown as Exhibit B attached to A.58778, to modify
D.90379 to increase the credit limit up to
\$100,000,000 aggregate principal amount, and one
future increase in the credit line up to
\$150,000,000 aggregate principal amount, and to
consent to the Bank, under the amended Credit
Agreement to participate with other banks in the
credit line. However, the Commission accepts its
Revenue Requirements Division's recommendation to
reject SDG&E's request for an open-ended

authorization for step credit increases based on a letter of request, except for one increase of up to \$50,000,000. Anything as important as fuel leasing should be periodically reviewed and analyzed to determine whether it continues to be beneficial to the ratepayers in the light of changing economic conditions.

2. The last paragraph, page 11, is changed to read as follows:

Under the terms of the Lease, the amount of the quarterly lease payments payable by SDG&E will be measured by, among other things, the amount of costs incurred by SONGS in connection with its acquisition of the nuclear fuel. SONGS is presently financing its obligations under the Lease in accordance with a \$66,000,000 credit agreement with the Continental Illinois National Bank and Trust Company of Chicago, and proposes, contingent upon continued execution of the Lease, to finance its obligations in accordance with the provisions of the new amended Credit Agreement with the Bank in substantially the form attached to the application as Exhibit B. Although SDG&E's approval to SONGS' entry into the amended Credit Agreement will be required, the utility is not a party to it.

3. Ordering Paragraph 1 is changed to read as follows:

1. San Diego Gas & Electric Company (SDG&E), on or after the effective date of this order, is authorized a modification of the terms and conditions set forth in D.90379 dated June 5, 1979 in A.58778 (1) to continue to lease nuclear fuel in accordance with the terms and conditions attached to the application as Exhibit B and (2) to amend Exhibit B to increase the credit limit from \$66,000,000 to \$100,000,000 and ultimately up to \$150,000,000 as requested in SDG&E's letter dated December 18, 1981 to the Commission.

4. Ordering Paragraph 2 is changed to read as follows:

2. SDG&E's request to base future increases in excess of \$150,000,000 on \$50,000,000 steps, upon the filing of a letter to the Commission, is denied.

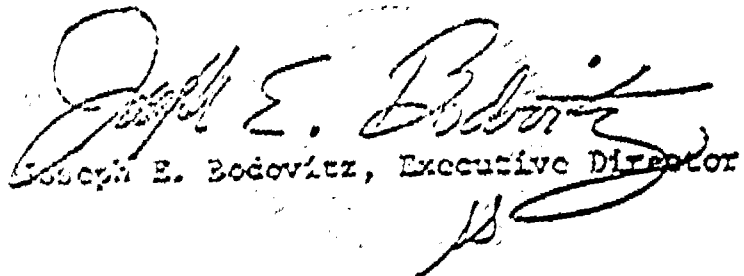
5. In all other respects, D.82-02-090 shall remain in full force and effect.

This order is effective today.

Dated MAR 16 1982, at San Francisco, California.

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

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


Joseph E. Boedovitz, Executive Director