

L/WHK/lq

Decision 82 09 106 SEP 22 1982

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the Application of )  
 SOUTHERN CALIFORNIA GAS COMPANY and )  
 PACIFIC LIGHTING GAS SUPPLY COMPANY )  
 to Increase Revenues Under the )  
 Consolidated Adjustment Mechanism to )  
 Offset Changed Gas Costs Resulting )  
 from Increases in the Price of )  
 Natural Gas Purchased from El PASO )  
 NATURAL GAS COMPANY, TRANSWESTERN )  
 PIPELINE COMPANY, PACIFIC INTERSTATE )  
 TRANSMISSION COMPANY, PACIFIC GAS AND )  
 ELECTRIC COMPANY and California )  
 sources; to Adjust Revenues to Recover )  
 the Undercollection in the CAM )  
 Balancing Account; to Reflect in the )  
 CAM Balancing Account Costs Related )  
 to Franchise Fees and Uncollectible )  
 Expense and Increased Carrying Costs )  
 on Natural Gas Stored Underground; )  
 and to Revise Section II of the )  
 Preliminary Statement of the Tariffs. )

Application 60867  
(Filed September 4, 1981)

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In the Matter of the Application of )  
 SAN DIEGO GAS & ELECTRIC COMPANY FOR )  
 Authority to Increase its Gas Rates )  
 and Charges Pursuant to its Proposed )  
 Consolidated Adjustment Mechanism. )

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Application 60901  
(Filed September 15, 1981)

In the Matter of the Application of )  
SOUTHERN CALIFORNIA GAS COMPANY and )  
PACIFIC LIGHTING GAS SUPPLY COMPANY to )  
Increase Revenues Under the Consolidated )  
Adjustment Mechanism to Offset Changed )  
Gas Costs Resulting From Increases in )  
the Price of Natural Gas Purchased from )  
El Paso Natural Gas Company, Trans- )  
western Pipeline Company, Pacific )  
Interstate Transmission Company, )  
PacificGas and Electric Company and )  
California sources; to Adjust Revenues )  
to Recover the Undercollection in the )  
CAM Balancing Account; to Reflect in )  
the CAM Balancing Account costs Related )  
to Franchise Fees and Uncollectible )  
Expense and Increased Carrying Costs on )  
Natural Gas Stored Underground; and to )  
Revise Section H of the Preliminary )  
Statemen of the Tariffs. )

Application 82-03-16  
(Filed March 5, 1982)

In the Matter of the Application of )  
SAN DIEGO GAS & ELECTRIC COMPANY FOR )  
Authority to Increase its Gas Rates )  
and Charges Pursuant to its Filed )  
Consolidated Adjustment Mechanism. )

Application 82-03-38  
(Filed March 9, 1982)

ORDER DENYING REHEARING OF DECISION (D.) 82-04-116

An application for rehearing of D.82-04-116 has been filed by Southern California Edison Company (Edison). We have carefully considered each and every allegation of error in Edison's application and are of the opinion that good cause for granting rehearing has not been shown.

However, one of Edison's allegations of error requires comment. Edison points out that on page 45, mimeo., of D.82-04-116, its position on rate design was described as recommending, "fully allocated cost of service rates," and that this was an incorrect characterization of its position. We agree the language employed in that part of the discussion of gas rate design could

be misconstrued. This does not mean, however, that we have misunderstood or failed to consider Edison's actual position on that issue. As Edison notes in its application for rehearing, that position is correctly described on page 25, mimeo. of D.82-04-116 as follows:

"During the course of SoCal's gas rate proceedings over the years, Edison has argued that allocated cost of service should be used as the benchmark for rate design for all customers. Edison again urges the Commission to abandon its 'alternate fuel pricing' gas rate design and to return to using allocated cost of service as the benchmark for rate design on the SoCal system."

It is that recommendation which we concluded should not be adopted for the reasons stated in D.82-04-116.

No other issues require discussion. Therefore,

IT IS ORDERED that,

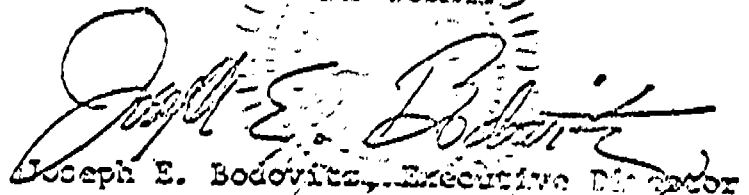
Rehearing of D.82-04-116 is denied.

This order is effective today.

Dated SEP 22 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. Bodovitz, Executive Director