

ORIGINAL

Decision 83 09 020

SEP 7 1983

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of PACIFIC GAS AND ELECTRIC COMPANY for authority to decrease its electric and increase its gas rates and charges effective January 1, 1983, in accordance with the Conservation Financing Adjustment (CFA) authorized in Applications Nos. 59537 and 60701, for operation of a Zero-Interest Program (ZIP) of Conservation Financing.

Application 82-09-17
(Filed September 14, 1982;
amended November 19, 1982)

(Electric and Gas)

Application of PACIFIC GAS AND ELECTRIC COMPANY to increase rates for electric and gas service for the costs of the Residential Conservation Service (RCS) Program authorized in Application No. 60700.

Application 82-09-18
(Filed September 14, 1982;
amended November 19, 1982)

(Electric and Gas)

ORDER OF MODIFICATION

Decision (D.) 83-04-015 dated April 6, 1983 ordered Pacific Gas and Electric Company (PG&E) to continue to offer its Zero Interest Program (ZIP), including a direct weatherization component, as authorized in D.92653 and D.93891 and modified by D.91978, D.93497, D.82-03-048, and D.82-11-019.

D.83-04-015 ordered the following change in PG&E ceiling insulation ZIP.

"PG&E shall revise its financing limits for installed R-19 ceiling insulation, to limit financing to 48 cents per squarefoot for cellulose insulation, and 52 cents per square foot for other insulation materials installed in units with attics, beam ceilings, or flat roofs." (Ordering Paragraph 1.h., mimeo., p. 32.)

In certain instances ceiling insulation through the ZIP program is financed at R values other than R-19. The order did not address financing limits for R values other than the R-19 creating some confusion among contractors, PG&E, and the insulation industry. On May 4, 1983 the Commission's Energy Conservation Branch staff provided PG&E with guidelines for financing limits relative to other R values suggesting that limits be implemented. PG&E has implemented the staff's suggested financing limits but deemed it appropriate that they be confirmed by the Commission.

On July 8, 1983 PG&E filed a petition for clarification of D.83-04-015 as it pertains to financing ceiling insulation through its ZIP program for R values other than R-19.

The limits set for R-19 insulation installed by D.83-04-015 were 48¢/ft² for cellulose and 52¢/ft² for all other allowable materials. The financing limits developed by the staff after discussions with PG&E and insulation contractors are as follows:

<u>Thermal Resistance Level</u>	<u>Cellulose</u>	<u>Other Approved Insulation Material</u> (Cents per square foot)
R-11	40	44
R-19	48	52
R-30*	59	63
R-38*	67	71

*Where determined to be cost effective under RCS guidelines.

In its filing of July 8, 1983, PG&E requests that the financing limits recommended by the staff be approved. The application was served on all parties and appeared in the Commission's Daily Calendar July 13, 1983. There are no protests.

A review of the record discloses that the request is reasonable and should be granted. A hearing is not necessary.

Because this clarification is needed for the ZIP program to proceed in an orderly fashion, the order should be effective the date of signature.

IT IS ORDERED that Decision 83-04-015 is clarified to the extent that Pacific Gas and Electric Company shall limit its financing for installed ceiling insulation as follows:

<u>Thermal Resistance Level</u>	<u>Cellulose</u>	<u>Other Approved Insulation Material</u> (Cents per square foot)
R-11	40	44
R-19	48	52
R-30*	59	63
R-38*	67	71

*Where determined to be cost effective under RCS guidelines.

This order is effective today.

Dated September 7, 1983, at San Francisco, California.

LEONARD M. GRIMES, JR.
President
VICTOR CALVO
PRISCILLA C. GREW
DONALD VIAL
Commissioners

Commissioner William T. Bagley,
being necessarily absent, did
not participate.

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


Joseph E. Bodovitz, Executive Director

Decision 22-04-015 is amended to the extent that
IT IS ORDERED that Pacific Gas and Electric Company shall limit its financing for installed ceiling insulation as follows:

<u>Thermal Resistance Level</u>	<u>Cellulose</u>	<u>Other Approved Insulation Material</u>
	(Cents per square foot)	
R-11	40	44
R-19	48	52
R-30*	59	63
R-38*	67	71

*Where determined to be cost effective under RCS guidelines.

This order is effective today.

Dated SEP 7 1983, at San Francisco, California.

Commissioner William T. Bagley being necessarily absent, did not participate.

LEONARD M. GRIMES, JR.
President
VICTOR CALVO
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