ALJ/ks \*

Process 5a

Decision No. 92872 , April 7, 1981

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Investigation on the Commission's ) own motion into the adequacy of ) summer lifeline gas and electricity) allowances of the Pacific Gas and ) Electric Company in the coastal and) mountainous areas of its service ) territory.

OII No. 77 (Filed July 2, 1980)

# SECOND INTERIM OPINION AND ORDER EXPANDING INVESTIGATION

Order Instituting Investigation No. 77 (OII 77) was initially issued to determine whether there should be additional gas and electric lifeline allowances designated for space heating by residential customers of Pacific Gas and Electric Company (PG&E) located in the utility's coastal and mountainous service area.

During hearing in this case, the staff recommended that the investigation be expanded statewide to include a number of other lifeline issues. Ordering Paragraph 4 of the first interimorder in OII 77 (Decision No. 92572, dated January 6, 1981) states:

> "OII 77 will be kept open pending a determination on how to proceed with the examination of lifeline issues recommended for further review by our staff on this record."

Such determination has now been made, and we are ready to proceed.

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#### IT IS ORDERED that:

1. The next phase of the investigation will cover lifeline quantities for air conditioning particularly to establish consistent allowances among electric utilities.

2. The respondent utilities shall make an analysis of residential usage for air conditioning and total energy sales on an annual, seasonal, and monthly basis for the various areas within their respective service areas. These analyses shall encompass present climatological zones and include recommendations and alternatives for the appropriate monthly level of lifeline allowance for air conditioning in the zones as presently designated.

- 3. The schedule for the first phase is as follows:
  - a. The electric utility respondents shall respond to the above data requests by May 8, 1981, serving copies on all parties listed in Appendices A and B.
  - b. Respondents, staff, and other interested parties shall mail exhibits and testimony by May 29, 1981.
  - c. Hearings will be scheduled after June 12, 1981.

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4. The electrical and gas utilities listed in Appendix A are hereby made respondents in this investigation. Gas utilities are made respondents at this time because we are contemplating reviewing other lifeline allowance issues in the near future; the scope of such review will be covered by a subsequent order which gas utilities will receive when it is issued.

5. The following data and information shall be presented by the electric utility respondents in their exhibits and reports underlying their recommendations to the Commission for each subject item in this phase by residential customer class for each climatological zone reviewed:

- Each respondent's experience, with problem areas reviewed.
- b. Number of customers.
- c. The data collected to date.
- d. A synopsis of lifeline complaints received by each respondent.
- e. The estimated usage levels.
- f. An analysis of the revenue impact.
  - g. Conclusions and recommendations for lifeline allowances including the methodology used in estimating the proposed quantities.

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6. DO. A prehearing conference in this investigation will be held before Commissioner Gravelle and/or Administrative Law Judge Squeri on Monday, April 20, 1981, at 10:00 a.m., in the Commission Courtroom, State Building, 350 McAllister Street, San Francisco, California. At this prehearing conference, the schedules will be reviewed, including the type and classification of data required to proceed with this investigation, and the dates and the locations of hearings will be determined. and The proceed with the date of the dates and the locations of hearings will be determined. and The proceed of the expanded OII 77 on all appearances in their latest general rate case within fifteen

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days of the effective date of this order. S, 12. The Executive Director is hereby directed to cause copies of this order to be served on each respondent to this

investigation, the California Energy Commission, and also upon the appearances in OII 77 and interested parties listed in Appendix B.

The effective date of this order is the date hereof.

Dated APR 7 1981 , at San Francisco, California.

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APPENDIX A Page 1 of 2 GAS UTILITIES



CP National P.O. Box 4032 1355 Willow Way Concord, CA 94520 Attn: Richard S. Jarrett Asst. Vice President

Pacific Gas and Electric Co. 77 Beale Street San Francisco, CA 94106 Attn: Mr. Robert Ohlbach Assoc. General Counsel

Southern California Idison Company P.O. Box 800 Rosemmad, CA 91770 Attn: Ronald Daniels, Mgr. Revenue Requirements cc: K. A. Sather, Dist. Mgr. Catalina District

Southwest Gas Corp. P.O. Box 15015 Ias Vegas, Nevada 89114 Attn: C. H. McCrea, Senior Vice Pres. and General Counsel

Pacific Lighting Service Co. 720 West Eighth Street P.O. Box 54790, Terminal Annex Los Angeles, CA 90054 Attn: J. C.Hill Vice Pres., Regulatory Affairs

San Diego Gas & Electric Co. 101 Ash St. P.O. Box 1831 San Diego, CA 92112 Attn: C. Richard Swanson Regulatory Affairs Supervisor

Southern California Gas Co. P.O. Box 3249, Terminal Annex Los Angeles, CA 90051 Attn: J. C. Hill Vice Pres., Begulatory Affairs



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#### ELECTRIC UTILITIES

Baypoint Light & Power Company 118 Sussex-Clyde Concord, CA 94520

W. W. Franklin, President Southern California Water Co. 3625 W. Sixth Street Los Angeles, CA 90020

Richard S. Jarrett Asst. Vice President CP National P. O. Box 4032 Concord, CA 94520

Joe L. Gremban, President Sierra Pacific Power Co. P. O. Box 10100 Reno, Nevada 89510

Frederick W. Mielke, Jr. Chairman of the Board Pacific Gas and Electric Co. 77 Beale Street San Francisco, CA 94106

J. K. Horton Chairman of the Board Southern California Edison Co. P. O. Box 800 Rosemead, CA 91770

Robert E. Mooris, President San Diego Gas & Electric Co. P. O. Box 12 San Diego, CA 92112

Don C. Frisbee Chairman of the Board Pacific Power & Light Co. Public Service Building 920 Southwest Sixth Avenue Portland, Oregon 97204

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### APPENDIX B

### APPEARANCES IN OII NO. 77

Robert Ohlbach, Atty. at Law Pacific Gas & Elec. Co. 77 Beale Street San Francisco, CA 94106

Leonard Snaider, Dep. City Atty. City of San Francisco City Hall, Room 206 San Francisco, CA 94102

Ann Murphy, Atty. at Law T.U.R.N. 693 Mission Street San Francisco, CA 94105

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Gary Michael Kimmel Sonoma County Farm Bureau Federation 4621 Glencannon Street Santa Rosa, CA 95405

Don Herzog 4125 Harrison Grade Road Sebastopol, CA 95472 Martin A. Fellhauer San Francisco Comm. on Aging & Council of Chapters of American Assn. of Retired Persons 1095 Market Street, Room 700 San Francisco, CA 94103

William B. Hancock Cut Utility Rates Today 533 Sutter Street, Ste. 900 San Francisco, CA 94102

Philip A. Stohr, Atty. at Law Downey, Brand, Seymour & Rohwer 555 Capitol Mall, Ste. 1050 Sacramento, CA 95814 (For General Motors Corp.)

E. F. Westberg 84 Miraloma Drive San Francisco, CA 94127 (For himself)

Robin Gigoux 916 Alfred Ave. Walnut Creek, CA 94596

#### INTERESTED PARTIES

Wm. Shaffran, Deputy City Atty. 233 A Street, #30 San Diego, CA 92101

Edward Perez, Deputy City Atty. 200 N. Spring Street Los Angeles, CA 90012

STAFF

Freda Abbott - Rm. 5245 Robert Weissman - Rm. 5178 ALJ Squeri - Rm. 3076