

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

EVALUATION & COMPLIANCE DIVISION
Energy BranchRESOLUTION G-2673
June 4, 1986

RESOLUTION

PACIFIC GAS AND ELECTRIC COMPANY (PG&E), ORDER AUTHORIZING
A MAIN EXTENSION CREDIT POLICY FOR NEW STEAM CUSTOMERS UNDER
RULE 15 OF THE STEAM TARIFFS

1. By Advice Letter No. 87-S filed March 17, 1986, PG&E requests a revision to steam tariff Rule 15 which will establish a main extension credit policy. The paragraph to be inserted in Rule 15 is as follows:

"Customers who contract for service after May 7, 1986 are entitled to a credit against the costs of required main extensions. The credit shall be equal to 50 percent of the customer's estimated gross annual revenue or the cost of the extension, whichever is less. Estimated gross annual revenue shall be determined by the Company".

The intent of this policy change is to provide a credit to new customers that reflects the benefits to the total system from the connection of additional load. Existing steam ratepayers would benefit because the rates would be reduced as fixed costs are distributed over a broader sales base.

2. Under the present Rule No. 15 for steam main extensions, effective May 6, 1983, the Applicant must advance to PG&E an amount equal to the total estimated installed cost of the minimum standard sized facilities, as determined by PG&E. Advances made under this rule are not subject to refund.

3. This new main extension credit policy is consistent with other main extension credit allowed to energy customers and should serve to attract new or additional steam facilities to the existing steam system in San Francisco.

4. This rule revision has been reviewed by the staff of the Service and Safety and Energy Branches of the Evaluation and Compliance Division and approval is recommended.

5. Public notification of this filing has been made by mailing copies of this advice letter to the San Francisco Hotel Employers' Association, governmental agencies and to all parties who

requested such notification. The Commission staff has received no protests in this matter.

6. We find this filing is just and reasonable and will assist the Utility in maintaining the steam system.

THEREFORE:

1. Pacific Gas and Electric Company is authorized by Sections 451, 454, and 532 of the Public Utilities Code to place Advice Letter 87-S and accompanying tariff sheets into effect today.
2. The above advice letter and tariff sheets shall be marked to show that they were approved for filing by Commission Resolution No. G-2673.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on June 4, 1986. The following Commissioners approved it:



Victor Weiss

Executive Director

DONALD VIAL
President
VICTOR CALVO
PRISCILLA C. GREW
FREDERICK R. DUDA
STANLEY W. HULETT
Commissioners