

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY
AND COMPLIANCE DIVISIONRESOLUTION NO. G-2816
AUGUST 24, 1988R E S O L U T I O N

RESOLUTION G-2816. FOUR CORNERS PIPE LINE COMPANY AUTHORIZED TO CHANGE SOME GRAVITY BANK PAYMENTS, ADD ORIGINATION AND DESTINATION POINTS AND DELETE OTHER ORIGINATION AND DESTINATION POINTS FROM ITS FILED TARIFFS. (ADVICE LETTER 13, FILED JULY 22, 1988 AND ADVICE LETTER 13A SUPPLEMENTAL FILED AUGUST 18, 1988).

SUMMARY

1. By Advice Letter No. 13, filed July 22, 1988, and Supplemental Advice Letter 13A filed August 18, 1988, Four Corners Pipe Line Company (FCPL) requests various changes in its filed tariffs to change Gravity Bank ¹ payments, add new origination designations and delete existing destination designations. The change in Gravity Bank payments does not require Commission approval. All changes are requested to become effective September 1, 1988, forty (40) days from the date of filing.
2. This Resolution approves FCPL's request.

BACKGROUND

1. FCPL, in the normal course of its operations, lists in its filed tariffs various points, designated as Origination or

¹ The Gravity Bank is an accounting mechanism to provide for differences in the value of oil received by the utility and the value of oil delivered to an individual customer. The value differences are due to differences in the specific gravity (relative weight) of the oils shipped. The lower the specific gravity, the higher the value.

Destination points, at which it will accept crude oil for shipment or will deliver crude oil per customer instructions.

2. FCPL in response to requests for service from potential customers has included potential origination and destination points in its filed tariffs. The potential points being deleted were never used for the receipt or delivery of crude oil from, or to customers.

DISCUSSION

1. By Decision 86-04-073, In Application 86-01-034, FCPL was authorized to change its gravity bank provisions without Commission order pursuant to Section 491 of the Public Utilities Code.

2. FCPL proposed to add three origination points. They are Bakersfield Refineries, Kern County Line 84; Coles Levee Station, Kern County (South); and Metson Junction, Kern County.

3. FCPL proposes the deletion of LANDSLIDE JUNCTION Kern County as an origination point for the receipt of crude oil for shipment. This point was never physically connected to the pipeline system of FCPL. The services of FCPL were never required at this location.

4. FCPL proposes to remove the Lunday Thagard destination point at Garfield Avenue north of Southern Avenue, South Gate, Los Angeles County served from HYNES STATION in Long Beach, Los Angeles County on the Line 1/63 system. This destination point is served from Line 35, at the same rates.

5. In accordance with Section III.G of General Order 96-A, FCPL notified the affected customers of this proposal by mail on July 22, 1988.

6. The Commission Advisory and Compliance Division (CACD) has reviewed this filing and believes it is reasonable.

7. No protests to this advice letter were received.

FINDINGS

1. The proposed revisions are just and reasonable.

2. Deletion of the LANDSLIDE JUNCTION as an origination point will not result in a decrease in service as service was never provided at this location.

3. Deletion of Lunday Thagard destination point will not result in a decrease in service as service to this point is provided by pipeline 35, at the same rates.

THEREFORE IT IS ORDERED that:

1. Four Corners Pipe Line Company is authorized to file the tariff sheets attached to Advice Letter 13 and 13A.
2. The filed tariffs sheets shall be marked to show that they were approved for filing by Resolution No. G-2816.
3. This Resolution is effective today.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on August 24, 1988. The following Commissioners approved it:

STANLEY W. HULETT
President
DONALD VIAL
FREDERICK R. DUDA
G. MITCHELL WILK
JOHN B. OHANIAN
Commissioners



Executive Director