

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY
AND COMPLIANCE DIVISION
Energy Branch

RESOLUTION G-2826
October 14, 1988

R E S O L U T I O N

RESOLUTION G-2826, APPROVING SOUTHERN CALIFORNIA GAS COMPANY'S SPECIAL FACILITIES CONTRACT, JOINT SERVICE AGREEMENT, AND GAS SERVICE AGREEMENT WITH THE CITY OF VERNON AND SUNLAW COGENERATION PARTNERS. ADVICE NO. 1801., FILED JUNE 27, 1988.

SUMMARY

1. The Southern California Gas Company (SoCal) entered into a cogeneration agreement with Sunlaw Cogeneration Partners I (Sunlaw) on March 6, 1985. A Special Facilities Agreement was signed in conjunction with the cogeneration agreement. SoCal extended gas mains and services to Sunlaw under this old agreement. Advice No. 1801 and its accompanying agreement would result in the addition of a tap and metering facilities to serve the City of Vernon off of the Sunlaw gas line.

DISCUSSION

1. SoCal has filed a Special Facilities Contract (Contract), a Joint Service Agreement and a GN-60 Gas Service Agreement (Agreements) under the provisions of General Order No. 96-A, Section X-B. Section X-B applies to utility agreements with governmental agencies, in this case the City of Vernon. The City of Vernon will be provided gas service under the provision of the agreements until Tariff Rate Schedules GN-60 or GT-60 can be changed to provide the City of Vernon with utility electric generation (UEG) service.

2. SoCal has signed a UEG Gas Service Contract with Vernon. Vernon shall pay a transmission monthly demand charge of \$8,000 per month from May to October and \$10,000 per month from November to April. Vernon will pay the volumetric charge specified in Rate Schedule GN-60. The Tier I Volumes will be 22,000 therms per month from May 1988 to October 1988 and 27,000 therms per month from November to April. The Tier I Volumes will have a service priority of P-3, and the Tier II Volumes will have a P-5 service priority. Transportation service will not be provided.

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3. The cost of the facilities to SoCal in 1985 was \$897,863, of which Sunlaw has already paid \$69,833 (as of June 27, 1988). The balance due is \$828,029, which Sunlaw will repay with monthly payments of \$14,964 for 166 months.

4. These filings will not increase any other existing rate or charge, conflict with other schedules or rules, or cause the withdrawal of service.

5. In accordance with General Order 96-A, SoCal has mailed copies of this advice letter and related tariff sheets to other utilities and interested parties.

FINDINGS

1. CACD believes that SoCal's provision of service to Vernon is reasonable, and that SoCal Advice Letter No. 1801 should therefore be approved.

IT IS ORDERED that:

1. Southern California Gas Company Advice No. 1801 is approved.
2. Advice No. 1801 and accompanying agreements shall be marked to show that they were approved by this Commission Resolution G-2826.
3. This resolution is effective today.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on October 14, 1988. The following Commissioners approved it:

STANLEY W. HULETT
President
DONALD VIAL
FREDERICK R. DUDA
C. MITCHELL WILK
JOHN B. O'HANIAN
Commissioners



Executive Director