

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

ENERGY DIVISION

**RESOLUTION O-0017
JUNE 25, 1997**

RESOLUTION

RESOLUTION O-0017. THIS RESOLUTION GRANTS CHEVRON CALIFORNIA PIPELINE COMPANY (CHEVRON) AUTHORITY TO INCREASE ITS RATES FOR TRANSPORTING CRUDE PETROLEUM FOR GATHERING AT THE MONTEBELLO FIELD IN LOS ANGELES COUNTY FROM TEN CENTS TO TWENTY-SEVEN CENTS PER BARREL, DUE TO AN INCREASE IN ITS OPERATING EXPENSES, NAMELY RIGHT OF WAY FEES.

BY ADVICE LETTER NO. 19 FILED DECEMBER 19, 1996.

BACKGROUND

1. Chevron filed Advice Letter No. 19 on December 19, 1997, requesting authority to increase its rates for transporting crude petroleum for gathering at the Montebello Field in Los Angeles, from ten cents to twenty-seven cents per barrel.
2. Right-of-Way fees for the Montebello Field in Los Angeles County increased in 1996 from \$30,000 per year to \$85,000 per year, thus increasing the cost of gathering oil.

NOTICE

1. The Energy Division noticed this letter on the Commission Calendar on December 19, 1996, and a copy of the advice letter was mailed to shippers, customers and competitors.

PROTESTS

1. No protests were filed for Advice Letter No. 19.

DISCUSSION

1. The proposed increase would allow Chevron to recover the increased operating expense costs due to the increase in the right-of-way fees. Chevron's request is reasonable and should be granted.

June 25, 1997

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1. The proposed increase would allow Chevron to recover the increased operating expense costs due to the increase in the right-of-way fees. Chevron's request is reasonable and should be granted.

THEREFORE, IT IS ORDERED that:

1. Chevron's Advice Letter No. 19, requesting an increase in its rate from ten (10.0) cents to twenty-seven (27) cents per barrel for transporting crude petroleum for gathering at the Montebello Field in Los Angeles County, is authorized.

2. This Resolution is effective today.

I hereby certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on June 25, 1997. The following Commissioners approved it:


WESLEY FRANKLIN
Executive Director

P. Gregory Conlon, President
Jessie J. Knight, Jr.
Henry M. Duque
Josiah L. Neeper
Richard A. Bilas
Commissioners