

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

U-6

Copy for:

RESOLUTION E-1958

Orig. and Copy

to Executive Director

UTILITIES DIVISION

BRANCH: Rate Design and Economics

Director_____
Numerical File_____
Alphabetical File_____
Accounting Officer

RETURN TO:

RATE DESIGN & ECONOMICS BRANCH

ROOM 5188

R E S O L U T I O N

APPROVAL OF A PACIFIC GAS & ELECTRIC COMPANY
(PG&E) SPECIAL ELECTRIC CONTRACT WHICH DEVIATES
FROM FILED TARIFF SCHEDULES

By Advice Letter 917-E, filed November 26, 1982, PG&E requests permission to carry out the terms and conditions of an agreement, dated January 14, 1982, between PG&E and Six Corporation (Subdivider) covering the installation of underground electric distribution facilities within a residential subdivision located near Paso Robles, San Luis Obispo County, under conditions that deviate from filed tariffs. The facts are as follows:

1. The Subdivider will pay PG&E, in advance of construction, the amount of \$69,577.82 (Electric Advance), which is the estimated total cost of the distribution system exclusive of transformers, meters and services and which is subject to refund in accordance with filed tariff schedules. Interest at the rate of 10.3% annually will be applied until the end of the tenth service year on that portion of the advance that has not been expended by PG&E for construction. Subdivider shall further pay a non-refundable amount of \$394.00 to cover the cost of inspection by PG&E personnel of the trenching and backfill to be performed by Subdivider.
2. The Subdivider will also pay PG&E an amount of \$50,680 (Electric Cost of Ownership Fund), which represents the present worth of PG&E's annual ownership costs (at 12 percent per year) for the entire Electric Distribution System for a period of 10 years. Interest at the rate of 10.3% annually will be added to the balance of the Electric Cost of Ownership Fund before the current year's electric cost of ownership charges have been deducted. Upon complete refund of the Electric Advance, any unused balance of the Electric Cost of Ownership Fund will be refunded to Subdivider.
3. The facilities, located in a development within Tract 72 of Heritage Ranch Subdivision, have been requested by the Subdivider prior to the receipt of applications for service in order to: (a) enhance the development of the property, (b) assist in the selling of the lots to the ultimate consumers, and (c) take advantage of savings available by construction ahead of street work.
4. PG&E will initially construct only that portion of the distribution system necessary in conjunction with road improvements. Additions to the distribution system will be constructed only as necessary to provide service to permanent applicants ready for the use of such service.
5. This agreement is similar to prior agreements filed by PG&E and other utilities and authorized by Commission resolutions.

6. The staff of the Energy Service and Safety Branch has revised and evaluated this filing and supportive workpapers and recommends approval.

7. Copies of this filing have been sent to the Subdivider, other utilities and interested parties who have requested them. No protests have been received.

8. We find that this agreement will compensate PG&E and is nondiscriminatory and is necessary to provide service to the development in such a manner as to not place a burden on other ratepayers.

IT IS RESOLVED that:

1. Authority is granted under Section X.A. of General Order No. 96-A and under Public Utilities Code Sections 454 and 532 for Pacific Gas and Electric Company to place the above agreements into effect today.

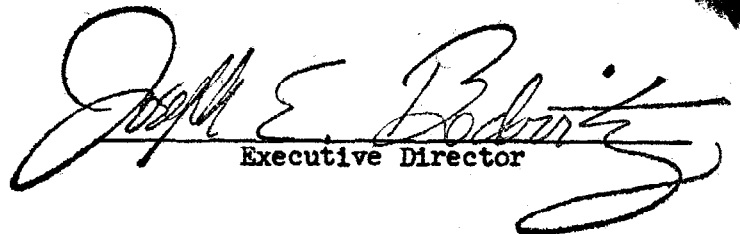
2. The above advice letter and agreement shall be marked to show that they were accepted for filing by Commission resolution E-1958.

This resolution is effective today.

I certify that this resolution was adopted by the Public Utilities Commission at its regular conference on February 2, 1983. The following Commissioners approved it:

LEONARD M. GRIMES, JR.
President

VICTOR CALVO
PRISCILLA C. GREW
DONALD VIAL
Commissioners


Executive Director