

## PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

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to Executive Director

RESOLUTION E-2012

UTILITIES DIVISION

BRANCH: Rate Design and Economics

Director

RETURN TO:

DATE: June 6, 1984

Numerical File

RATE DESIGN &amp; ECONOMICS BRANCH

Alphabetical File

ROOM 5188

Accounting Officer

R E S O L U T I O N

AUTHORIZATION FOR PACIFIC GAS & ELECTRIC COMPANY (PG&E)  
TO IMPLEMENT A SPECIAL AGREEMENT WITH PRUDENTIAL INSURANCE  
COMPANY OF AMERICA (Prudential) PROVIDING FOR THE INSTALLA-  
TION OF ELECTRIC FACILITIES AND THE SUPPLY OF ELECTRIC SERV-  
ICE TO AND WITHIN A COMMERCIAL AND INDUSTRIAL DEVELOPMENT  
UNDER CONDITIONS WHICH DEVIATE FROM FILED TARIFFS

By Advice Letter 1019-E, filed April 25, 1984, PG&E requests authorization to file a special agreement, dated March 19, 1984, with Prudential, providing for the installation of electric facilities and service to a commercial/industrial development in Pleasanton, Alameda County. The facts are as follows:

1. By Advice Letter 997-E, filed January 17, 1984, PG&E filed Sample Form No. 79-701 for the use in electric line extensions to and within commercial and/or industrial developments. However, negotiations for the agreement with Prudential were under way prior to the adoption of Form 79-701 and thus this agreement was not entered on that form.
2. The agreement with Prudential is similar to the new standard form, but it also contains provisions for an overhead to underground distribution conversion, a trench inspection, a street lighting installation, a service installation, and a temporary service installation.
3. The agreement deviates from PG&E's filed tariffs by the advance payment by Prudential to PG&E of \$176,745 which represents the cost of the electric facilities to be installed, the electric overhead conversion and various fees for trench inspection, temporary lighting, etc. A completed detailed list of all of these costs is shown as Attachment A to this resolution.
4. The agreement further deviates from tariffs by the payment of a monthly cost-of-ownership charge of \$499.92 which is 1.55% of the total value of the electric facilities and substructures to be owned and operated by PG&E (\$32,353). Such monthly charges shall commence at such time as PG&E is ready to supply electric service to the ultimate consumers.
5. Pending the establishment of service to two or more new bona fide enterprises, additional portions of the electric facilities and electric substructures will be installed by PG&E at the expense of the developer as required and under the same conditions. The monthly cost-of-ownership charge will be adjusted accordingly.

6. This filing has been reviewed by the staffs of the Energy Service & Safety Branch and the Rate Design & Economics Branch and has been found to be identical in nature to other such contracts of this type previously approved by the Commission. In addition, the staff of the Rate Design & Economics Branch has made a field investigation of the construction site. Commission approval of this filing is recommended.

7. Public notification of this filing is not considered necessary due to the fact that there are no adjacent or competing utilities, no interested parties have requested notice of this filing and it does not adversely affect any present or potential customer. PG&E has, however, provided Prudential with a copy of this advice letter filing. The Commission staff has received no protests in this matter.

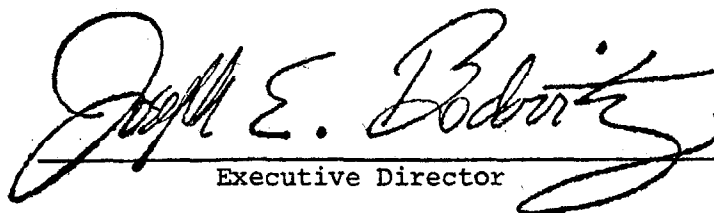
8. We find that this agreement is just and reasonable and, having been reached by mutual consent of both parties, continues the established policy for special facilities, enabling applicants to obtain needed service under conditions which are acceptable and which prevent the cost of such service from becoming a burden on other ratepayers.

THEREFORE:

1. Pacific Gas & Electric Company is authorized by Sections 454 and 532 of the Public Utilities Code and by Section XA of General Order No. 96-A to place the special agreement with Prudential Insurance Company of America, as filed by Advice Letter 1019-E, into effect today.
2. The above advice letter and accompanying contract shall be marked to show that they were approved for filing by Commission Resolution E-2012. This resolution is effective today.

I certify that this resolution was adopted by the Public Utilities Commission at its regular meeting on June 6, 1984. The following Commissioners approved it:

LEONARD M. GRIMES, JR.  
President  
VICTOR CALVO  
DONALD VIAL  
WILLIAM T. BAGLEY  
Commissioners

  
Executive Director

**AGREEMENT BETWEEN PURDENTIAL INSURANCE COMPANY  
OF AMERICA AND PGANDE**

This agreement provides for the installation of electric facilities in a commercial/industrial tract of land adjacent to Underground District 83-1 in Pleasanton. The agreement also provides for the conversion of existing overhead electric distribution facilities to an underground distribution system. The installation and conversion of electric facilities are to be made in accordance with the exceptional case provision of Rule 15.2, Section E and Rule 20, Section B, respectively.

Payment of \$176,745 for the electric facilities was made on March 22, 1984. A summary of the charges is as follows:

Electric facilities	\$ 18,766
Electric substructures installed by developer (\$25,361)	-0-
Electric substructures utilized (\$13,487)	-0-
Amount subject to monthly cost of ownership (\$32,253)	-0-
Electric overhead conversion	152,877
Trench inspection fee	324
Street lighting service facilities	391
Street lighting service connections	201
Temporary overhead electric system	4,027
Rule 16 service charges	159
Total initial payment	<u>\$176,745</u>

This agreement was processed before the California Public Utilities Commission accepted by Resolution E-1998 a proposed standard form "Agreement for Underground Line Extension Within a Speculative Commercial or Industrial Development". The enclosed agreement is similar to the new standard agreement but it also contains provisions for an overhead to underground distribution conversion, a trench inspection, a street lighting installation, a service installation and a temporary overhead service installation. In the future, the new standard form in combination with other standard form agreements will be used in projects such as this.