E-2

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

EVALUATION & COMPLIANCE DIVISION Energy Branch

RESOLUTION E-2074 March 5, 1986

RESOLUTION

ORDER AUTHORIZING SAN DIEGO GAS AND ELECTRIC COMPANY (SD&E) TO IMPLEMENT TWO SPECIAL CONTRACTS COVERING STANDBY SERVICE AGREEMENTS WITH THE BURROUGHS CORPORATION (BURROUGHS)

By Advice Letters Nos. 661-E and 662-E filed January 19, 1986, San Diego Gas and Electric Company (SDG&E), requests authorization to implement two Special Contracts covering Standby Service Agreements. The facts are a follows:

- 1. SDG&E has filed two signed Special Contracts covering Standby Service Agreements dated November 25, 1985, between SDG&E and Burroughs Corporation (Burroughs), identified as Special Contract 240 and Special Contract 241, respectively.
- 2. The Standby Service Agreements between SDG&E and Burroughs will allow Burroughs to receive standby service for power which will normally be supplied from a cogeneration facility owned and operated by Energy Factors, Incorporated, as a third party. SDG&E has already executed a Standard Offer for Power Purchase and Interconnection with an As-Available Qualifying Facility with Energy Factors, Incorpoated.
- 3. Operation of the facilities will be in accordance with the terms and conditions of Energy Factors, Incorporated interconnecton and power purchase agreement with SDG&E's Electric Department Rule 21, Customer-Owned Generation--Qualified Facilities.
- 4. The Standby Service Agreement under Special Contract 240, along with the Standard Offer previously executed with Energy Factors, Incorpoated allows for interconnection with a 2400 kw cogeneration system in Burroughs' facility located at 10850 Via Frontera, in Rancho Bernado.

- 5. The Standby Service Agreement under Special Contract 241, along with the Standard Offer previously executed with Energy Factors, Incorporated allows for interconnection with a 1300 kw cogeneration system in Burroughs' facility located at 16701 West Bernardo Drive, in Rancho Bernardo.
- 6. A separate agreement for standby service is required for both contracts because SDG&E's existing Schedule S, Standby Service, is not applicable to customers who do not own and operate the qualifying facility providing primary service. By these Standby Service Agreements, SDG&E will provide standby service under the same general terms and conditions, and at the same rates specified in its currently effective tariff Schedule S until such time as an applicable tariff is developed.
- 7. These contracts shall at all times be subject to such changes and modifications as the Public Utilities Commission of the State of California as said Commission may from time to time, direct in the exercise of its jurisdiction.
- 8. These Agreements will not increase any rate or charge, cause the withdrawal of service nor conflict with any rule or schedule, and will not be a burden on ratepayers.
- 9. The Energy Branch of the Evaluation and Compliance Division has reviewed this filing and recommends its approval.
- 10. We find that Special Contract 240 and Special Contract 241 contained herein are just and reasonable.

THEREFORE;

- 1. San Diego Gas and Electric Company is authorized by Section 491 of the Public Utilities Code and Section X.A. of General Order 96-A to place these Standby Service Agreements with the Burroughs Corporation into effect today.
- 2. The above advice letters and Agreements with their accompanying tariff sheets shall be marked to show that they were aceptable for filing by Commission Resolution E-2074. This resolution is effective today.

I certify that this resolution was adopted by the Public Utilities Commission at its regular meeting on March 5, 1986. The following Commissioners approved it:

DONALD VIAL President

VICTOR CALVO PRISCILA C. GREW

FREL CK R. DUDA Commissioners

Executive Director