

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY AND
COMPLIANCE DIVISION
Energy Branch

RESOLUTION E-3208
December 19, 1990

R E S O L U T I O N

RESOLUTION E-3208. SAN DIEGO GAS AND ELECTRIC COMPANY.
REQUEST TO TERMINATE MAJOR ADDITIONS ADJUSTMENT CLAUSE
PRE-COMMERCIAL OPERATING DATE RATE OF (0.204) CENTS PER
KILOWATT-HOUR EFFECTIVE JANUARY 1, 1991.

BY ADVICE LETTER 803-E, FILED ON OCTOBER 31, 1990.

SUMMARY

1. This Resolution approves the termination of San Diego Gas and Electric Company's (SDG&E) Major Additions Adjustment Clause (MAAC) Pre-Commercial Operating Date (Pre-COD) rate of (0.204) cents per kilowatt-hour, effective January 1, 1991, resulting in an increase of approximately \$29.5 million in its 1991 revenues. It also approves the transfer of the closing undercollection in the Pre-COD Balancing Account to SDG&E's Electric Revenue Adjustment Mechanism (ERAM) Balancing Account, effective February 1, 1991.

BACKGROUND

1. Ordering Paragraph 8 of Decision (D.)87-12-065 authorized SDG&E to reduce its 1988 revenues by \$19.1 million to amortize its overcollection in the MAAC Pre-COD account over a three-year period.
2. In compliance with D.87-12-065, SDG&E's Advice Letter (A.L.) 739-E implemented the MAAC Pre-COD rate of (0.152) cents per kilowatt-hour, effective January 1, 1988.
3. Ordering Paragraph 11 of D.88-12-033 authorized SDG&E to change its MAAC Pre-COD rate from (0.152) cents per kilowatt-hour to (0.204) cents per kilowatt-hour.
4. In compliance with D.88-12-033, SDG&E's A.L. 756-E implemented revised MAAC Pre-COD rate of (0.204) cents per kilowatt-hour, effective January 1, 1989, to cover the remaining two years of the three-year amortization period.

NOTICE

1. Public notice of this advice letter was made by publication in the Commission calendar, and by SDG&E's mailing copies to other utilities, governmental agencies, and all interested parties who requested notification.

PROTESTS

1. No protests were received on this advice letter.

DISCUSSION

1. On October 31, 1990, SDG&E filed A.L. 803-E to terminate its MAAC Pre-COD rate of (0.204) cents per kilowatt-hour, effective January 1, 1991.

2. SDG&E's request to terminate its MAAC Pre-COD rate of (0.204) cents per kilowatt-hour, effective January 1, 1991, is consistent with D.87-12-065 and D.88-12-033. This request is granted.

3. The termination of SDG&E's MAAC Pre-COD rate of (.204) cents per kilowatt-hour will result in an increase of approximately \$29.5 million in its 1991 revenues.

4. SDG&E reports that it fully amortized the overcollection in its Pre-COD MAAC Balancing Account in September, 1990, and the account will be undercollected by 1990 year-end.

5. SDG&E's request to transfer the closing undercollection in its Pre-COD MAAC Balancing Account to its ERAM Balancing Account, effective February 1, 1991, is in compliance with its Preliminary Statement, Section 14(h). This request is granted.

6. SDG&E requests to combine the change in rates resulting from this Advice Letter and A.L. 799-E (electric attrition filing), and use the Equal Percentage of Marginal Cost (EPMC) method to develop the combined change in rates. SDG&E's request is granted.

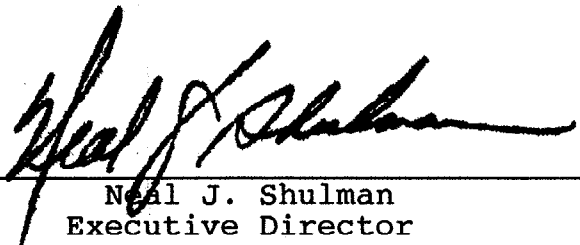
7. Resolution E-3209, in response to AL 799-E, grants SDG&E a total revenue increase of \$56,479,000, effective January 1, 1991. This increase includes the approximately \$29.5 million increase granted herein.

THEREFORE, IT IS ORDERED that:

1. San Diego Gas and Electric Company is authorized to terminate its Major Additions Adjustment Pre-Commercial Operating Date rate of (0.204) cents per kilowatt-hour, effective January 1, 1991.
2. San Diego Gas and Electric Company is authorized to transfer the closing undercollection in its Pre-Commercial Operating Date Major Additions Adjustment Clause Balancing Account to its Electric Revenue Adjustment Mechanism Balancing Account, effective February 1, 1991.
3. San Diego Gas and Electric Company is authorized to consolidate the changes in rates resulting from its Advice Letters 803-E and 799-E, as ordered in Resolution E-3209.
4. San Diego Gas and Electric Company shall file a supplement to Advice Letter 803-E with revised Preliminary Statement and tariff schedules reflecting the consolidated change in rates ordered by Ordering Paragraph 3.
5. San Diego Gas and Electric Company's Advice Letter 803-E and its tariff sheets shall be marked to show that they are superseded and supplemented, as ordered by Ordering Paragraph 4.
6. This Resolution is effective today.

I hereby certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on December 19, 1990. The following Commissioners approved it:

G. MITCHELL WILK
President
FREDERICK R. DUDA
STANLEY W. HULETT
JOHN B. OHANIAN
PATRICIA M. ECKERT
Commissioners



Neal J. Shulman
Executive Director