PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY AND COMPLIANCE DIVISION Energy Branch

RESOLUTION E-3240 OCTOBER 11, 1991

RESOLUTION

RESOLUTION E-3240. SAN DIEGO GAS AND ELECTRIC COMPANY REQUESTS COMMISSION APPROVAL OF A CONTRACT WITH THE CALIFORNIA DEPARTMENT OF CORRECTIONS TO DEVIATE FOR THE TERMS OF TARIFF SCHEDULES AL-TOU "GENERAL SERVICE -- LARGE -- TIME METERED" AND S "STANDBY SERVICE".

BY ADVICE LETTER 818-E, FILED ON JULY 3, 1991.

SUMMARY

- 1. San Diego Gas and Electric Company (SDG&E) requests approval of a contract to provide standby electric service to the State of California, R.J. Donovan State Correctional Facility (Donovan). The contract deviates from the terms of SDG&E's tariffs for standby service.
- 2. This Resolution grants the requests.

BACKGROUND

- 1. Donovan operates a cogeneration unit (Unit) which furnishes all electric energy used on site. No electric energy is sold to SDG&E from this site.
- 2. Donovan is a standby customer of SDG&E under Schedule S Standby Service purchasing enerby under Schedule AL-TOU General Service -- Large -- Time Metered.

NOTICE

1. Public notice of this filing has been made by publication in the Commission's Calendar on July 10, 1991, and by mailing copies of the Advice Letter to other utilities, interested parties and California Energy Commission, City of San Diego, Department of General Services, Naval Facilities Engineering Command, Poway Unified School District and University of California - Berkeley.

PROTESTS

1. The Commission Advisory and Compliance Division (CACD) received no protests to this Advice Letter.

DISCUSSION

- 1. A contract deviation, from Special Condition No. 3 of Tariff Schedule AL-TOU, is requested. Donovan will qualify for the tariff schedule prior to the installation of the required meters. This contract deviation is to last until "Customer installs the necessary equipment so that SDG&E can install its meters which are both accessible and acceptable to SDG&E for measuring the generator output." SDG&E has told CACD that there are security concerns expressed by the California Department of Corrections with SDG&E personnel entering into certain areas of Donovan.
- 2. The contract (Section 7) requires that Donovan notify SDG&E in advance, three times a year of planned outages for the succeeding four month period. In addition, Donovan, agrees to notify SDG&E annually of expected scheduled outages for the coming year. If this notice is not given, Section 6 of the Contract provides that Donovan will not be eligible for the waiver provisions as set forth in Special Condition 3 of Schedule AL-TOU, which states, in part:

In the case of customers paying for standby service under Schedules S or S-I, if a forced or scheduled outage of the customer's generating system during the billing period is demonstrated to the reasonable satisfaction of the utility within 60 days of occurrence, the level of that outage (not to exceed the amount of the contracted standby level), on a kW basis, is subtracted from the recorded demand in the applicable month in the non-coincident demand charge billing calculation.

3. The notice required by Section 7 of the proposed contract between SDG&E and Donovan are more stringent than the requirements in the standard standby service contract. CACD agrees that this notice is an adequate substitute for physical inspection by SDG&E.

FINDINGS

- 1. Access to the installation is not always available to SDG&E because of security reasons.
- 2. The limitation of access to the site requires more stringent conditions for giving notice of planned outages of the cogeneration facility.
- 3. The proposed contract contains conditions that are more stringent than the usual contracts for standby service to ensure adequate and timely maintenance.

THEREFORE, IT IS ORDERED that:

- 1. The contract between San Diego Gas and Electric Company and State of California Department of Corrections is approved.
- 2. Advice Letter 818-E shall be marked to show that it was approved by Commission Resolution E-3240.
- 3. San Diego Gas and Electric Company shall file revised tariff sheets which shall include this contract in its list of Contracts and Deviations.
- This Resolution is effective today.

I hereby certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on October 11, 1991. The following Commissioners approved it:

NIAL J. SHULMAN Executive Director

JOHN B. OHANIAN
DANIEL Wm. FESSLER
NORMAN D. SHUMWAY
Commissioners

Commissioner Patricia M. Eckert, being necessarily absent, did not participate.