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## PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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## RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: GAS DATE: November 1, 1966

**RESOLUTION NO. G-1347** 

## .....Director .....Numerical File .....Alphabetical File .....Accounting Officer

SUBJECT: Order Authorizing Contracts Filed Under Section X, Paragraph A, of General Order No. 96-A, to be Effective on Regular Statutory Notice

WHEREAS: SOUTHERN CALIFORNIA GAS COMPANY by Advice Letter No. 680, filed October 14, 1966, having requested authority under Section X, Paragraph A, of General Order No. 96-A, and Section 532 of the Public Utilities Code to make effective on regular statutory notice (1) a contract executed March 24, 1966, with Valley Nitrogen Producers, Inc., to supply natural gas for use as a raw material in the production of liquid ammonia under Schedule No. G-52U, without standby facilities, and (2) a contract executed June 20, 1966, to cover the installation of the necessary gas main and service line, and

WHEREAS: Said contracts contain deviations from the filed tariffs with respect to (1) waiving standby requirements of Schedule No. G-52U, (2) terms determining the starting date of the contract and waiving liability under certain conditions to the customer if gas is not received within a specified time, (3) initial term of contract is for 10 years, and (4) a one-year written notice required to terminate the sales contract, and

WHEREAS: Commission authorization has previously been granted to deviate from the standby requirements of interruptible schedules in instances where the gas is to be used as a raw material, and

WHEREAS: It was necessary that the utility construct the main extension some months prior to the time the customer was able to accept deliveries of gas, and

WHEREAS: Valley Nitrogen Producers, Inc., requested the 10-year contract term and a one-year written notice to cancel the contract; therefore, good cause appearing,

IT IS ORDERED that authority be granted under Section 532 of the Public Utilities Code to carry out the terms and conditions of these contracts.

IT IS FURTHER ORDERED that said contracts be marked to show that they were authorized under Resolution of the Public Utilities Commission of the State of California No. G-1347.

I hereby certify that the foregoing Resolution was duly introduced, passed and adopted at a regular conference of the Public Utilities Commission of the State of California, held on the <u>lst</u> day of <u>November</u>, 1966, the following Commissioners voting favorably thereon:

PETER E. MITCHELL, President GEORGE G. GROVER, FREDERICK B. HOLOBOFF, WILLIAM M. BENNETT, A. W. GATOV, Commissioners

William U. Demlop	
Secretary	•

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