PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

	Copy for: Orig. and Copy	RESOLUTION	RESOLUTION NO.G-1557
	to Secretary		UTILITIES DIVISION BRANCH/SECTION: Gas
	Director		DATE: August 8, 1972
	Numerical File		
	Alphabetical File		
	_		

SUBJECT: Order Authorizing Agreement Filing on Less Than Statutory Notice

WHEREAS: PACIFIC GAS AND ELECTRIC COMPANY by Advice Letter No. 627-G, filed on July 18, 1972, having requested authority under Section XA of General Order No. 96-A, and under Sections 454, 491 and 532 of the Public Utilities Code to file a letter agreement dated June 30, 1972 between PG&E and Southern California Gas Company, and

WHEREAS: The purpose of the agreement is to defer delivery to Southern Cal of approximately 2.5 to 3.0 M³cf of special purpose gas until after April 1, 1973 presently scheduled to be delivered in 1972 and to extend the term of the existing contract until July 31, 1973 in order to accomplish the deferral, and

WHEREAS: This special purpose gas is scheduled to flow through Southern Cal to San Diego Gas & Electric Company and will be deferred for the period July through December, 1972, and

WHEREAS: Pacific Gas and Electric Company has agreed to store this deferred special purpose gas for the period in question for a fee of 15¢ per Mcf, and

WHEREAS: The rate of 64.3ϕ per Mcf charged to Southern Cal for all deferred gas deliveries represents the sum of the existing rate of 49.3ϕ per Mcf plus the storage fee of 15ϕ per Mcf, and

WHEREAS: The negotiated price for deferred delivery is based on a sharing of the savings realized by San Diego by eliminating conflicts of delivery schedules with fuel oil commitments, and

WHEREAS: The Commission review of this agreement indicates that it is in conformance with the goals of the Economic Stabilization Act of 1970 as amended, and