

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-1642

Orig. and Copy  
to Secretary

RESOLUTION

UTILITIES DIVISION  
BRANCH/~~SECTION~~: Gas  
DATE: June 18, 1974

\_\_\_\_\_  
Director  
\_\_\_\_\_  
Numerical File  
\_\_\_\_\_  
Alphabetical File  
\_\_\_\_\_  
Accounting Officer

**SUBJECT:** Order Authorizing Rate Increase Under Special Contract on  
Less than Statutory Notice

**WHEREAS:** PACIFIC GAS AND ELECTRIC COMPANY by Advice Letter No. 662-G, filed June 7, 1974, having requested short notice authorization under Section X.A. of General Order No. 96-A and Sections 454, 491 and 532 of the Public Utilities Code to carry out the terms of a contract with Borden Chemical Company covering reinforcement of the existing gas service to supply additional interruptible service to Borden's plant in Newark under conditions that deviate from filed tariffs, and

**WHEREAS:** The agreement for said gas service reinforcement deviates from filed tariffs in that the cost of construction will be borne by the customer without allowing one year's estimated revenue to be deducted from the advance as provided under Rule No. 15, and

**WHEREAS:** The agreement further deviates from filed tariffs by requiring the customer to pay a monthly cost-of-ownership charge equal to 1% of any non-refunded advance for a period of 60 months, and

**WHEREAS:** The reason for such deviation is because increased sale of interruptible gas to this customer will result in no additional revenue to the utility from this class of service, and

**WHEREAS:** The reinforcement requested is not considered a project as defined by the California Environmental Quality Act and thus does not fall under the purview of Rule 17.1 of the Commission's Rules of Practice and Procedure, and

**WHEREAS:** Approval on less than statutory notice is requested in order that construction of facilities may proceed promptly to provide an early service date, and

**WHEREAS:** We find this increase is justified; therefore, good cause appearing,

IT IS ORDERED that authority be granted under Sections 454, 491 and 532 of the Public Utilities Code to carry out the terms and conditions of the above agreement, effective June 18, 1974.

IT IS FURTHER ORDERED that the contract be marked to show that it was authorized under Resolution of the Public Utilities Commission of the State of California No. G-1642.

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 18th day of June, 1974, the following Commissioners voting favorably thereon: