PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

Orig. and Copyto Secretary **RESOLUTION NO.** G-1742

RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: Gas DATE: April 8, 1975

Director Numerical File Alphabetical File Accounting Officer

> SUBJECT: Order Authorizing Special Contract Under Conditions Deviating from Filed Tariffs

WHEREAS: PACIFIC GAS AND ELECTRIC COMPANY by Advice Letter No. 702-G, filed March 11, 1975, having requested authorization under Section XA of General Order No. 96-A, and Sections 454 and 532 of the Public Utilities Code to carry out the terms of a contract with Basic Vegetable Products, Inc., covering a gas main extension and supply of interruptible gas service under conditions that deviate from filed tariffs, and

WHEREAS: The agreement for said gas main extension 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 sixty months, and

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

WHEREAS: Refunds will be made in accordance with Rule No. 15 only if the customer is willing to accept a reduction in the hourly rate of flow proportionate to that of the refund to the advance, and

WHEREAS: The reason for this provision is that the gas service extension is sized to meet customer's requirements only with no provisions for future applicants for gas service, and

WHEREAS: We find that this agreement is compensatory and non-discriminatory and will not place a burden on other ratepayers; therefore, good cause appearing,

IT IS ORDERED that authority be granted under Sections 454 and 532 of the Public Utilities Code for this contract to become effective April 10, 1975.

IT IS FURTHER ORDERED that the contract be marked to show that it was accepted for filing under Resolution of the Public Utilities Commission of the State of California No. G-1742.

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>8th</u> day of <u>April</u>, 19.75, the following Commissioners voting favorably thereon: