PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

	Copy for:	RESOLUTION NO. G-1744
e inter	Orig. and Copy	UTILITIES DIVISION BRANCH/SECTION: GAS BRANCH
	Director Numerical File Alphabetical File Accounting Officer	DATE: April 15, 1975

SUBJECT: Order Authorizing Rate Increase Under Special Contract

WHEREAS: PACIFIC GAS AND ELECTRIC COMPANY by Advice Letter No. 704-G, filed March 20, 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 Half Moon Bay Properties, Inc., covering gas main extensions and installation of service stubs to customer's subdivision in Half Moon Bay under conditions that deviate from filed tariffs, and

WHEREAS: The agreement for said gas main extension deviates from filed tariffs in that all costs of this project 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: This contract deviates from previous similar agreements in that the customer agrees to proceed with contract even though full costs have not been determined, and

WHERFAS: Once the total cost of this project is determined, the customer has the option to either proceed with construction or to cancel if it desires but will be responsible for all preliminary costs borne by the utility, and

WHEREAS: The agreement further deviates from filed tariffs by requiring the customer to pay an annual cost-of-ownership charge equal to 12% of any non-refunded advance with such charge to commence at the end of the second service year and to run through the end of the tenth service year or until the total amounts of the refundable advance have been refunded, whichever occurs first, and

WHEREAS: We find that this contract in compensatory and will not create 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 the utility to carry out the terms and conditions of the above agreement, effective April 19, 1975.

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-1744.

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 15th day of April 19.75, the following Commissioners voting favorably thereon:

Secretary