PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

Orig. and Copy to Secretary **RESOLUTION NO.** G-1775

RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: Gas DATE: July 15, 1975

......DirectorNumerical FileAlphabetical FileAccounting Officer

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

WHEREAS: PACIFIC GAS AND ELECTRIC COMPANY, by Advice Letter No. 717-G, filed June 19, 1975, having requested authorization under Section X.A. 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 Pacific Steel Casting Company, covering the installation of special facilities to handle gas at greater than standard pressure and the supply of firm natural gas service under conditions that deviate from filed tariffs, and

WHEREAS: The agreement 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 the advance, and

WHEREAS: The reason for such deviations is because of the necessity to construct special facilities for this customer only to handle the delivery of gas at greater than standard pressure, and

WHEREAS: The increased pressure is required to operate the customer's blast furnace and other related equipment, and

WHEREAS: Gas will be delivered at a pressure of 10 psig, which the utility has indicated that it can handle safely, and

WHEREAS: This agreement is not subject to Commission review under the provisions of Decision No. 83819 due to the fact that customer's anticipated load is only 96 Mcfd, and

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

IT IS ORDERED that authority be granted under Section X.A. of General Order No. 96-A, and under Sections 454 and 532 of the Public Utilities Code for this contract to become effective July 19, 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-1775.

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>15th</u> day of <u>July</u>, 19.75, the following Commissioners voting favorably thereon:

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