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PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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RESOLUTION NO. G-2037

UTILITIES DIVISION

BRANCH/SECTION: Gas

DATE: March 1, 1977

R E S O L U T I O N

**SUBJECT:** Order Authorizing Acceptance of Special Contract Under  
Conditions Deviating From Filed Tariffs

**WHEREAS:** PACIFIC GAS & ELECTRIC COMPANY, by Advice Letter No. 868-G, filed January 25, 1977, having requested authorization to carry out the terms and conditions of a special contract with Merced County Schools (Applicant) covering a gas main extension and supply of natural gas to Applicant's facilities at the Floyd Schelby Center in Livingston, Merced County, under conditions that deviate from filed tariffs, and resulting in the following:

1. The agreement deviates from filed tariffs in that the Applicant will pay in advance of construction, \$8,413, which is the difference between the estimated total cost of the extension facilities of \$17,733 and two and a half times the estimated annual revenue of \$3,728.

2. The agreement further deviates from filed tariffs in that the Applicant is required to pay a cost-of-ownership fund of \$7,430, which is the present worth of annual costs-of-ownership of 12% per annum for ten years.

3. Refunds will be made in accordance with the provisions of Rule 15 except that such refunds and subsequent adjustments to the cost-of-ownership fund will be made on an annual basis.

4. We find that this agreement is compensatory and nondiscriminatory and provides for service to the Applicant in such a manner as to not place a burden on other ratepayers; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority be granted under Sections 454, 491 and 532 of the Public Utilities Code to place this contract into effect on March 1, 1977.

2. The above advice letter and contract be marked to show that they were accepted for filing under Resolution of the State of California No. G-2037. The effective date of this resolution is the date hereof.

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 1st day of March, 1977, the following Commissioners voting favorably thereon: