

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2058

Orig. and Copy
to Acting Executive Director

UTILITIES DIVISION
BRANCH/SECTION: Gas
DATE: March 22, 1977

R E S O L U T I O N

Director
Numerical File
Alphabetical File
Accounting Officer

SUBJECT: Order Authorizing Conditional Acceptance of Special Contract With Conditions Deviating from Filed Tariffs

WHEREAS: PACIFIC GAS & ELECTRIC COMPANY, by Advice Letter No. 883-G, filed February 25, 1977, having requested authorization under Sections 454 and 532 of the Public Utilities Code to carry out the terms and conditions of a special contract with the City of Stockton (City) and Amerealco, Inc. (Developer) covering a gas main extension and the construction of a gas distribution system within a special district designated Stockton Triangle Industrial Park, under conditions deviating from filed tariffs and resulting in the following

1. The agreement deviates from filed tariffs in that the City will pay, in advance of construction, \$31,254, which is the difference between the estimated total cost of the extension facilities of \$33,603 and two and a half times the estimated initial annual revenue of \$941.
2. The agreement further deviates from filed tariffs in that a monthly charge of 1% of the unrefunded portion of the advance will be required as a monthly cost-of-ownership charge.
3. The charge will also be adjusted annually on the basis of revenue received in that in the event that the yearly revenue is less than \$941, the cost-of-ownership charge shall be increased by an amount equal to 1.75% monthly of such deficiency.
4. Refunds will be made in accordance with the provisions of Rule No. 15 as new service loads are authorized and subsequent adjustments will be made to the cost-of-ownership charge.
5. The Commission has approved similar special contracts in the past with the exception that the monthly cost-of-ownership charge has been limited to a term of 60 months.
6. This agreement is found to be compensatory and nondiscriminatory and provides for service to the applicant under conditions acceptable to both parties and fair to potential customers without placing a burden on other ratepayers, except that the monthly cost-of-ownership charge should be limited to a term not to exceed sixty months; therefore, good cause appearing,

IT IS ORDERED that:

1. PG&E be instructed to renegotiate the above special contract in order to limit the monthly cost-of-ownership charge to a term not to exceed 60 months.
2. Upon submission of such revised contract by supplemental advice letter, authority will be granted under Sections 454, 491, 532 and 701 of the Public Utilities Code to place such revised contract into effect on date of filing.
3. The above advice letter and subsequent revised contract will be marked to show that they were accepted for filing under Resolution of the Public Utilities Commission of the State of California No. G-2058. 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 22nd day of March, 1977, the following Commissioners voting favorably thereon: