

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

- Orig. and Copy
- to Acting Executive Director
- Director
- Numerical File
- Alphabetical File
- Accounting Officer

RESOLUTION NO. G-2064

UTILITIES DIVISION
 BRANCH/SECTION: Gas
 DATE: April 12, 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. 892-G, filed March 16, 1977, having requested authorization to carry out the terms and conditions of a special contract with Montgomery Farms (Applicant) covering a gas main extension and supply of natural gas to applicant's facilities in Merced, Merced County, under conditions deviating 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, \$11,700 which is the difference between the estimated total cost of the extension facilities of \$26,978 and two and a half times the estimated annual revenue of \$6,107.

2. The agreement further deviates from filed tariffs in that the Applicant is required to pay a cost-of-ownership fund of \$10,342, which is the present worth of annual charges of 12% per annum for ten years.

3. Refunds will be made in accordance with the provisions of Rule No. 15 except that such refunds and subsequent adjustments to the cost-of-ownership fund will be made on an annual basis.

4. Prior approval to provide gas in excess of 50 Mcfd was granted to this Applicant by Commission Resolution No. G-2042 on March 1, 1977.

5. 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 and 532 of the Public Utilities Code to place this contract into effect on April 15, 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-2064. 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 12th day of April, 1977, the following Commissioners voting favorably thereon: