PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

Orig. and Copyto Executive Director **RESOLUTION NO.** G-2096

RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: Gas DATE: June 21, 1977

Director
Numerical File
Alphabetical File
Accounting Officer

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

WHEREAS: PACIFIC GAS & ELECTRIC COMPANY, by Advice Letter No. 908-G, filed May 20, 1977, having requested authorization to carry out the terms and conditions of a special contract with Pengo Forge Corporation (Applicant) covering a gas main extension and supply of natural gas to applicant's facilities in Union City, Alameda 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, \$5,066, which is the total cost of construction of facilities to serve Applicant.

2. The agreement further deviates from filed tariffs in that the Applicant is required to pay a cost-of-ownership fund of \$2,492, which is the present worth of annual charges of 12% per annum for five years.

3. Refunds will be made in accordance with the provisions of Rule No. 15 for residential customers and for nonresidential customers only if applicant is willing to accept a permanent reduction in the hourly rate of flow.

4. Prior approval to provide gas in excess of 50 Mcfd was granted to this Applicant by Commission Resolution No. G-1951 on September 14, 1976.

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 June 21, 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-2096. 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 <u>21st</u> day of <u>June</u>, <u>1977</u>, the following Commissioners voting favorably thereon:

Ð