PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2098

Orig. and Copy to Executive Director

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. 911-G, filed May 24, 1977, having requested authorization under Section XB of General Order No. 96-A and under Section 454 and 532 of the Public Utilities Code, to carry out the terms and conditions of a special contract with the City of San Jose, Santa Clara County, 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, \$126,330, which is the estimated total cost of the Basic Gas Facilities to provide a backbone system to serve the special assessment district designated as Trimble-Lundy Assessment District.

2. The agreement further deviates from filed tariffs in that the City is required to pay an annual cost-of-ownership charge of \$15,159.60, or 12%, of any nonrefunded advance.

3. Refunds will be made in accordance with the provisions of Rule No. 15.

4. The City may elect to make a one lump-sum payment for the cost-of-ownership charge equal to the present worth of the annual charges of 12% per annum for 10 years.

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 Section XB of General Order No. 96-A, and under Sections 454 and 532 of the Public Utilities Code to place this contract into effect on June 23, 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-2098. 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>19.77</u>, the following Commissioners voting favorably thereon:

Executive Director