PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2163

Orig. and Copyto Executive Director

RESOLUTION

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

Director

Numerical File

Accounting Officer

SUBJECT: Order Authorizing Revised Fuel Cost Adjustment Resulting in Rate Increase in Steam Tariffs

WHEREAS: PACIFIC GAS & ELECTRIC COMPANY, by Advice Letter No. 56-S, filed October 28, 1977, requests authority under Section 454 of the Public Utilities Code to increase its steam tariff rates, in accordance with Part B, Paragraph 2 of the Preliminary Statement, as set forth on Cal. P.U.C. Sheets Nos. 221-H and 222-H, and resulting in the following:

1. The total net revenue effect of this request will result in an annual revenue increase of \$246,700, or 6.6%, for the utility's Steam Department.

2. The fuel cost adjustment factor is changed from \$1.518 per 1,000 lbs. to \$1.895 per 1,000 lbs. of steam.

3. The revised FCA is based on forecast period sales and fuel use for the 12 months beginning November 1, 1977, gas fuel prices estimated to be in effect on or before November 1, 1977, and the average cost of oil fuel in steam sales inventory on the first day of the forecast period.

4. Such increased rates due to increased fuel costs are found to be just and reasonable; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority be granted under Section 454 of the Public Utilities Code for PG&E to place the revised steam fuel cost adjustment factor into effect on November 27, 1977.

2. The above tariff sheets be marked to show that they were authorized under Resolution of the Public Utilities Commission of the State of California No. G-2163. 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>22nd</u> day of <u>November</u>, <u>19.77</u>, the following Commissioners voting favorably thereon: