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PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2179

Orig. and Copyto Executive Director

RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: Gas DATE: December 2, 1977

.....DirectorNumerical FileAlphabetical FileAccounting Officer

> SUBJECT: Order Authorizing Revision of Filed Steam Tariffs Resulting in Rate Increase

WHEREAS: SAN DIEGO GAS & ELECTRIC COMPANY, by Advice Letter No. 98-H, filed November 30, 1977, requests authority under Section 454 of the Public Utilities Code to increase its steam tariff rates, in accordance with the Energy Cost Adjustment Clause (ECAC) provisions of its Preliminary Statement, as set forth on Cal. P.U.C. Sheets Nos. 328-H to 330-H, inclusive, and resulting in the following:

1. The total net revenue effect of this request will result in an annual revenue increase of \$307,100, or 16.2%, for the utility's Steam Department.

2. The ECAC adjustment rates is changed from \$1.26 per 1,000 lbs. to \$2.67 per 1,000 lbs. of steam for Schedule 1 and from \$1.28 per 1,000 lbs. to \$2.70 per 1,000 lbs. of steam for Schedule 2.

3. Reflected in the proposed ECAC adjustment rates is the utility's Gas Schedule G-54 rate of 25.0¢ per therm which became effective on August 16th, 1977 by Advice Letter No. 395-G, approved by Commission Resolution No. G-2132.

4. The rate increase proposed is based on an increase in natural gas costs of 30.2% and fuel oil costs of 5.2% since the last ECAC adjustment plus the necessity to burn approximately 10% more fuel oil than in the past due to shortage of natural gas.

5. An effective date of January 1, 1978 is requested in keeping with the utility's announced policy of making ECAC adjustment rates on January 1, and July 1, of each year.

6. This rate schedule revision and resultant rate increase are found to be required due to the increased fuel costs; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority be granted under Section 454 of the Public Utilities Code for San Diego Gas & Electric Company to place the above tariff sheets into effect on January 1, 1978.

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-2179. 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 S'ate of California, held on the 20th day of <u>December</u>, 1977, the following Commissioners voting favorably thereon:

Executive Director