Copy for: Orig. and Copy		RESOLUTION NO.	G-2210
to Executive DirectorDirectorNumerical FileAlphabetical File	RESOLUTION	UTILITIES DIVISION BRANCH/SECTION: DATE: April 18,	Gas
Accounting Officer			

SUBJECT: Request to Provide Natural Gas Service in Excess of 50 Mcfd

WHEREAS: Pacific Gas and Electric Company, by Advice Letter No. 987-G, filed April 5, 1978 has requested Commission approval under the provisions of Decision No. 85189, to supply natural gas in excess of 50 Mcfd to the City of Santa Clara (Applicant) in Santa Clara, Santa Clara County under the following circumstances:

- 1. Applicant requests natural gas service to a proposed 8-10 megawatt cogeneration project with California Paperboard Company in Santa Clara.
- 2. Applicant's peak day requirement will be 3418 Mcf which will replace a peak day requirement of 1612 Mcf at California Paperboard Company's steam plant.
- 3. Pacific Gas and Electric Company requests that this type of gas service be made under a new priority classification to be designated as P2C which has not been authorized by decision and is not shown as a priority classification in the utility's Rule No. 21.
- 4. The staff recommends approval of the gas service. However, the Priority 2C classification would place this service ahead of gas service to institutional customers, and, therefore the staff recommends a Priority 3 classification pending the Commission review of the priorities with respect to all customers.

WHEREAS: We find that cogeneration is an efficient use of natural gas and that cogeneration use should be classified in Priority 3 under the end-use criteria adopted in Decision No. 85189 pending our review of the gas priorities; therefore, good cause appearing.

IT IS ORDERED, that:

- 1. Authority be granted under Sections 491 and 701 of the Public Utilities Code and under the provisions of Decision No. 85189 for Pacific Gas & Electric Company to supply the requested service to the City of Santa Clara under end-use Priority 3 of Decision No. 85189 effective this date.
- 2. The above advice letter and application is to be marked to show that it was authorized for filing by Resolution of the Public Utilities Commission of the State of California No. G-2210. 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 18th day of April , 1978, the following Commissioners voting favorably thereon:

Executive	Director