## PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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## RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: Gas DATE: June 13, 1978

**RESOLUTION NO. G-2225** 

- Director
- \_\_\_\_\_Numerical File

Alphabetical File

\_\_\_\_\_Accounting Officer

SUBJECT: Order Authorizing Establishment of Inverted Rate Structure for LPG Utility.

WHEREAS: McCLOUD GAS COMPANY, INC., by Advice Letter No. 30 filed May 17, 1978, having requested authority under Sections 454, 490 and 701 of the Public Utilities Code to revise its rate schedules to establish inverted rate schedules in keeping with Commission policy as determined by Decision No. 87585, as set forth on Cal. P.U.C. Sheets Nos. 130-G to 132-G, inclusive, under the following conditions:

1. The proposed rate revisions as detailed below will produce no additional annual revenue and should have no appreciable effect on the average customers' bill:

Schedule G-80 - Commercial	Present	Proposed
	Rates	Rates
First 2 Therms or Less	\$3.15	\$3.15
Next 18 Therms, per therm	•437	.421
Next 30 Therms, per therm	•426	.425
Next 950 Therms, per therm	•415	•430
Over 1000 Therms, per therm	•380	•439
Schedule G-81 - Residential		
Summer		
First 2 Thermas or Less	\$3.15	\$3.15*
Next 20 Therms, per therm	•378	•380*
Next 28 Therms, per therm	•426	.420
Next 950 Therms, per therm	.416	•429
Over 1000 Therms, per therm	• 376	•435
Winter		
First 2 Therms or Less	\$3.15	\$3.15*
Next 20 Therms, per therm	•378	•368*
Next 33 Therms, per therm	<b>• 36</b> 8	•374*
Next 945 Therms, per therm	.415	.415
Over 1000 Therms, per therm	•380	.425
*Lifeline usage		

2. The resultant rate revision will affect lifeline rates to the extent of a 4 cent increase in the summer months and less than a  $\frac{1}{2}$  cent decrease in the winter months.

3. The utility's calculations include an estimated  $2\frac{1}{2}$  decrease in sales expected to occur due to the inversion of rates and based on a sales trend over the past few years, and

WHEREAS: We find these rate revisions to be fair and equitable and in keeping with the Commission policy of establishing inverted rate schedules; therefore, good cause appearing.

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## IT IS ORDERED that:

1. Authority be granted under Sections 454, 490 and 701 of the Public Utilities Code for McCloud Gas Company, Inc. to place the above tariff sheets into effect for service rendered on or after June 16, 1978.

The above tariff sheets be marked to show that they were accepted for filing by Resolution of the Public Utilities Commission of the State of California No. G-2225. 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>13th</u> day of <u>June</u>, 19<u>78</u>, the following Commissioners voting favorably thereon:

Executive Director

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