

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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RESOLUTION NO. G-2264

R E S O L U T I O N

UTILITIES DIVISION
BRANCH/SECTION: Gas
DATE: March 13, 1979

SUBJECT: Order Authorizing Acceptance of Special Gas Contract

WHEREAS: PACIFIC GAS & ELECTRIC COMPANY (PG&E), by Advice Letter No. 1024-G, filed February 20, 1979, has requested authorization to carry out the terms and conditions of a special contract, dated November 2, 1978, with the City of San Jose (Applicant), covering the installation of gas mains to supply natural gas service to Orchard Business Park Phase II in San Jose, Santa Clara County, under conditions deviating from filed tariffs as follows:

1. The agreement deviates from filed tariffs in that Applicant will pay PG&E an advance of \$8,981 which represents the estimated total cost of facilities exclusive of meters and service regulators.

2. The agreement further deviates from filed tariffs in that Applicant will pay a cost-of-ownership fund of \$7,565.59 which represents the present worth of PG&E's annual ownership costs of 12% of the advance for ten years at 7% interest.

3. Refunds will be made in accordance with the provisions of Rule No. 15 of PG&E's filed tariffs and in the event that refunds are made the cost-of-ownership fund will be adjusted accordingly.

4. Applicant is not the ultimate consumer of the gas service to be provided, and since it is not determined at this time who the ultimate consumers will be, this contract is appropriate to keep this project from becoming a burden on other ratepayers.

5. This agreement is basically similar in content to the agreements filed by PG&E Advice Letters Nos. 1015-G and 1016-G, which were both authorized by Commission Resolution No. G-2253 on November 28, 1978, and

WHEREAS: We find that the provisions of this agreement are consistent with established policy for installation of special facilities, are not discriminatory, do not result in an unreasonable burden on other ratepayers, and are just and reasonable; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority is granted to Pacific Gas & Electric Company under Sections 454 and 532 of the Public Utilities Code and under Section **YA** of General Order No. 96-A to carry out the terms and conditions of the above contract, effective March 22, 1979, which constitutes regular statutory notice.

2. The above advice letter and contract be marked to show that they were accepted for filing under Resolution No. G-2264 of the Public Utilities Commission of the State of California. 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 13th day of March, 1979, the following Commissioners voting favorably thereon:

Executive Director