

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

6

Copy for:

RESOLUTION NO. G-2275

____ Orig. and Copy
____ to Executive Director

R E S O L U T I O N

UTILITIES DIVISION
BRANCH/SECTION: Gas
DATE: May 22, 1979

____ Director
____ Numerical File
____ Alphabetical File
____ Accounting Officer

SUBJECT: Order Authorizing Acceptance of Special Contract Under Conditions
Deviating from Filed Tariffs

WHEREAS: PACIFIC GAS & ELECTRIC COMPANY (PG&E), by Advice Letter No. 1026-G, filed March 8, 1979, has requested authorization to carry out the terms and conditions of a special contract with Return Resources Corporation (RRC), covering a gas main and distribution extension to provide natural gas service to RRC's development in San Martin, under the following conditions:

1. The agreement deviates from filed tariffs in that RRC will pay in advance of construction \$7,188, which is the difference between the total estimated cost of the facilities and 2½ times the estimated annual revenue.
2. The agreement further deviates from filed tariffs by requiring a cost-of-ownership fund of \$6,348 which is the present worth of 12% of the advance for a period of ten years at 6% interest.
3. RRC desires the gas facilities for its development and is not the ultimate consumer.
4. This agreement is similar with the agreement filed by Advice Letter No. 1038-G, and authorized by Commission Resolution No. G-2272 on April 24, 1979, and

WHEREAS: We find that this agreement is compensatory and nondiscriminatory and will provide service to the applicant in such a manner as to not place a burden on other ratepayers; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority is granted under Sections 454 and 532 of the Public Utilities Code to place this contract into effect on this date.
2. The above advice letter and contract be marked to show that they were accepted for filing under Resolution No. G-2275 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 22nd day of May, 1979, the following Commissioners voting favorably thereon:

Executive Director