

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2280

Orig. and Copy

to Executive Director

R E S O L U T I O N

UTILITIES DIVISION

BRANCH/SECTION:

DATE: May 22, 1979

Director

Numerical File

Alphabetical File

Accounting Officer

SUBJECT: Preliminary Measures to Stimulate Self-Help Gas Activities of Industrial Gas Customers

WHEREAS: Ordering Paragraph No. 2 of Decision No. 87510, of June 28, 1977, amended Finding 13, and requires that self-help gas customers who develop their own private gas supplies should have their deliveries from the serving utilities equivalently reduced.

WHEREAS: The filed tariff rules of the major California gas utilities require Commission approval for gas service for any new industrial boiler fuel use with a requirement greater than 300 Mcf per day.

WHEREAS: The combination of above Paragraph No. 2 of D-87510 and filed tariff rules of the Commission is so restrictive that it effectively removes any incentive for a customer to develop his own gas supply.

WHEREAS: Sections 2801 through 2816 of the California Public Utilities Code require the Commission to authorize under certain conditions the transmission by public gas utilities of customer developed and produced self-help gas, and desires to encourage private energy producers to competitively develop independent sources of natural gas.

WHEREAS: All parties to Case No. 9642 received a copy of the "Staff Report on Self-Help Gas Plans" with an opportunity to comment.

WHEREAS: PG&E was the only party to request a hearing and by letter dated April 18, 1979 the request was withdrawn.

WHEREAS: No other party requested a hearing with respect to Finding 13 or Ordering Paragraph No. 2 of Decision No. 87510.

WHEREAS: Conditions of Section 1708 have been satisfied, and authority is granted Commission to amend or rescind any order by it.

IT IS ORDERED that Ordering Paragraph No. 2 of D-87510 and filed tariffs requiring Commission approval for new industrial boiler fuel use of more than 300 Mcf per day be amended as shown in Attachment A.

The effective date of this Resolution is 30 days from now.

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: