## PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2286

BRANCH/SECTION: Gas

July 3, 1979

UTILITIES DIVISION

DATE:

Orig. and Copy to Executive Director

RESOLUTION

Director

Numerical File

Alphabetical File

Accounting Officer

SUBJECT: Order Authorizing Revision to the Excess Footage Costs for Gas Main and Gas Service Extensions.

WHEREAS: SOUTHWEST GAS CORPORATION (SoWest), by Advice Letter No. 214, filed June 11, 1979, requests authority under Section 454 of the Public Utilities Code to revise Rule No. 15, Gas Main Extensions, and Rule No. 16, Gas Service Extensions, as set forth on Cal. P.U.C. Sheets Nos. 1749-G to 1753-G, inclusive, under the following conditions:

1. The revision to Rule No. 15 would increase the advance supplied by customer per foot of gas main extension beyond the allowable free length from \$1.86 to \$2.90 per foot in San Bernardino County and from \$6.00 to \$13.00 per foot in Placer County.

2. The revision to Rule No. 16 would increase the advance supplied by customer per foot of gas service extension beyond the allowable free length from \$2.75 to \$3.70 per foot in San Bernardino County and from \$5.00 to \$12.50 per foot in Placer County.

3. The reason for the above revisions is the utility review of current construction costs in conformance with Section E.2. of Rule No. 15 and Section H. of Rule No. 16.

4. The utility has not made such a periodic view for over 5 years and labor costs have risen approximately 100% in that time.

5. All labor costs in Placer County are handled by outside contractors while most of the labor in San Bernardino County is handled by company employees, and

WHEREAS: No significant change in revenue will be realized by the utility due to these revisions because they will merely offset existing construction costs; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority be granted under Section 454 of the Public Utilities Code to make the above tariff sheets effective on July 11, 1979, which constitutes regular statutory notice.

2. The above tariff sheets be marked to show that they were issued under Resolution No. G-2286 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 <u>3rd</u> day of <u>July</u>, 19.79, the following Commissioners voting favorably thereon:

FORM U-14-A