

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:
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_____ to Executive Director

RESOLUTION NO. G-2302

RESOLUTION

UTILITIES DIVISION
BRANCH/SECTION: Gas
DATE: August 28, 1979

_____ Director
_____ Numerical File
_____ Alphabetical File
_____ Accounting Officer

SUBJECT: McCloud Gas Company, Inc. Order Authorizing Fuel Cost Rate Increase for LPG Utility Company.

WHEREAS: McCLOUD GAS COMPANY, INC. (McCloud), by Advice Letter No. 41, filed August 10, 1979, having requested authority under the fuel escalation clauses of its filed tariff schedules and under Section 454 of the Public Utilities Code to increase its rates to offset an LPG purchased price increase as set forth on Cal. P.U.C. Sheets Nos. 163-G to 165-G, inclusive, under the following conditions:

1. The proposed rate increase of 2.5 cents per therm for all non-lifeline rates and 2.0 cents per therm for lifeline rates will produce an annual revenue increase of \$9,536, which will offset the estimated increase in annual fuel costs of \$9,466 caused by a raise of 2.0 cents per gallon from 33.413¢ to 35.413¢ per gallon.

2. Part of the rate increase is applied to lifeline rates because the differential between lifeline and non-lifeline rates has exceeded 25% and this procedure has previously been approved by Commission Resolution No. G-2294 on July 31, 1979.

3. This rate increase will increase the average residential customer's monthly summer bill of 37 therms by \$0.81 from \$20.52 to \$21.33 and the average monthly winter bill of 92 therms by \$2.03 from \$46.61 to \$48.64.

4. For the average non-residential customer using 140 therms per month in the summer and 310 therms per month in the winter, the monthly summer bill will increase \$3.50 from \$75.06 to \$78.56 and the monthly winter bill will increase \$7.75 from \$163.29 to \$171.04.

5. Public notification of the rate increase has been made to the utility's customers as per Commission staff request, and

WHEREAS: We find this rate increase to be reasonable and in accordance with the fuel escalation clause formula of the utility's filed tariff schedules, and with Section 739 of the Public Utilities Code; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority is granted under Sections 454 and 739 of the Public Utilities Code for McCloud Gas Company, Inc. to place the above tariff sheets into effect for meter readings taken on or after August 31, 1979.

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2. The above tariff sheets be marked to show that they were accepted for filing by Resolution No. G-2302 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 28th day of August, 19 79, the following Commissioners voting favorably thereon:

Executive Director