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RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: Gas DATE: December 16, 1980

RESOLUTION NO. G-2391

\_\_\_\_\_Director \_\_\_\_\_Numerical File \_\_\_\_\_Alphabetical File \_\_\_\_\_Accounting Officer

RETURN TO GAS BRANCH

SUBJECT: San Diego Gas & Electric Company, Steam Department. Order Authorizing Acceptance of a Revised Fuel Cost Adjustment Factor Resultin a Rate Increase in Steam Tariffs and Producing an Annual Revenue Increase of \$337,100 or 41.0%.

WHEREAS: SAN DIEGO GAS & ELECTRIC COMPANY (SDG&E), by Advice Letter No. 114-H, filed November 25, 1980, requests authority under Section 454 of the Public Utilities Code to increase its steam tariff rates, in accordance with the Energy Cost Adjustment Clause (ECAC) provisions of its Preliminary Statement, as set forth on Cal. P.U.C. Sheets Nos. 417-H to 419-H, inclusive and resulting in the following:

1. The total net revenue effect of its request will be an annual increase of \$337,100 or 41.0% for the utility's Steam Department.]

2. The ECAC adjustment rates are changed from \$4.497 to \$7.037 per 1,000 lbs. of steam for Schedule 1 and from \$4.541 to \$7.106 per 1,000 lbs. of steam for Schedule 2.

3. The last rate increase for SDG&E's Steam Department was authorized by Commission Resolution No. G-2357 on June 17, 1980.

4. A comparison of the present and proposed rates for metered steam service is shown below:

Schedule 1	Present Rates	Proposed Rates	Percent Increase
Customer Charge	\$7.89	\$7.89	41.0%
All Usage, per 1,000 lbs.	6.190	8.730	
Schedule 2			
Customer Charge	\$7.97	\$7.97	41.0%
All Usage, per 1,000 lbs.	6.251	8.816	

5. The following table shows typical bills of various usage levels at the present and proposed rates:

			Increase	
Monthly Usage	Present Rates	Proposed Rates	Amount	Percent
Schedule 1				
1,000 lbs. 5,000 lbs. 50,000 lbs. 100,000 lbs.	\$ 14.08 38.84 317.39 626.89	\$ 16.62 51.54 444.39 880.89	\$ 2.54 12.70 127.00 254.00	18.0% 32.7 40.0 40.5
Schedule 2 1,000 lbs. 5,000 lbs. 50,000 lbs. 100,000 lbs.	\$ 14.23 39.23 320.52 633.07	\$ 16.79 52.05 448.77 889.57	\$ 2.56 12.82 128.77 256.50	18.0% 32.7 40.0 40.5

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6. The increase requested is due to the increased cost of natural gas and fuel oil required for steam generation and an amount required to amortize a deficit of \$149,100 in the Steam Rate Balancing Account.

7. The adjustment rates are based on 12 months recorded data for year ending October 31, 1980.

8. The utility requests an effective date of January 1, 1981, to keep with its announced policy of having ECAC adjustments on January 1 and July 1 of each year, and

WHEREAS: We find these rate schedule revisions and resultant rate increases to be necessary due to increased fuel cost; therefore, good cause appearing,

IT IS ORDERED that:

1. Authority is granted under Section 454 of the Public Utilities Code for San Diego Gas & Electric Company to place the above tariff sheets into effect on January 1, 1980.

2. The above tariff sheets shall be marked to show that they were approved for filing by Resolution No. G-2391 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 December 16, 1980 , the following Commissioners voting favorably thereon:

> IOHN E. BRYSON President CHARD D. GRAVELLE AIRE T. DEDRICK Commissioners

Executive Director