Copy for:		RESOLUTION NO. G-2402
Orig. and Copyto Executive Director	RESOLUTION	UTILITIES DIVISION BRANCH/SECTION: Gas
Director	••••••	DATE: January 6, 1981
Alphabetical FileAccounting Officer		RETURN TO GAS BRANCH

SUBJECT: Pacific Gas & Electric Company, Gas Department and Steam
Department. Order Authorizing Revisions to the Preliminary

Statement

WHEREAS: PACIFIC GAS & ELECTRIC COMPANY (PG&E), by Advice Letter No. 1125-G, filed December 2, 1980 and Advice Letter No. 69-S, filed December 9, 1980, requests authorization to revise its Preliminary Statement to terminate use of the Tax Change Adjustment Clause (TCAC) for both its Gas & Steam Departments, and at the same time requests termination of 0.I.I. No. 19 as to the Gas Department, as set forth on Cal. P.U.C. Sheets Nos. 10673-G and 10674-G; and 260-H and 261-H, respectively,; under the following provision:

- 1. Decision No. 91107, dated December 19, 1979 in Application No. 58546, discussed the computation of ad valorem taxes for the test year 1980 for Gas Department and indicated that the new lower assessments set forth by the State Board of Equalization were used in determination of test year 1980 results.
- 2. Tariffs filed by Advice Letters Nos. 1062-G and 66-S reduced the TCAC adjustment amount to \$0.00000 per therm (or per 1,000 lbs. of steam), but left the provision for accounting of the TCAC in the Preliminary Statements for later disposition by the Commission.
- 3. As of October 31, 1980, the TCAC account showed a debit balance in excess of \$3.8 million for the Gas Department and over \$70,000 for the Steam Department.
- 4. Rather than attempt to amortize these balances over a period of time by positive TCAC adjustments, PG&E proposes to transfer this balance to the Balancing Account of the GAC and of the Steam FCA, respectively as of December 31, 1980, along with all appropriate interest.
- 5. Consistent with the termination of the TCAC, the applicant is requesting the termination of O.I.I. No. 19 as pertains to PG&E's Gas and Steam Departments, which should be filed under O.I.I. No. 19, and

WHEREAS: We find that these filings will not increase any rate or charge, cause a withdrawal of service, or conflict with other tariffs; therefore, good cause appearing,

IT IS ORDERED that:

l. Authority is granted under the Provisions of Decisions Nos. 91107 and 91325 and under Sections 701 and 792.5 of the Public Utilities Code for Pacific Gas & Electric Company to place all of the above tariff sheets into effect and to terminate the Tax Change Adjustment Clause provisions of its Preliminary Statements of the respective Gas & Steam Tariffs, effective this date.

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2. The above tariff sheets shall be marked to show that they were accepted for filing by Resolution No. G-2402 of the Public Utilities Commission of the State of California. The effective date of this resolution is the date hereof.

JOHN E. BRYSON
President
RICHARD D. GRAVELLE
LEONARD M. GRIMES, JR.
Commissioners

Executive Director