PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

RESOLUTION NO. G-2407

Orig. and Copyto Executive Director

RESOLUTION

UTILITIES DIVISION BRANCH/SECTION: Gas DATE: January 21, 1981

_____Director _____Numerical File _____Alphabetical File _____Accounting Officer

RETURN TO GAS BRANCH

SUBJECT: Southern California Gas Company. Order Authorizing Revisions to Preliminary Statement.

WHEREAS: SOUTHERN CALIFORNIA GAS COMPANY (SoCal), by Advice Letter No. 1244, filed December 26, 1980, requests authorization to revise its Preliminary Statement to terminate use of the "Tax Change Adjustment Clause" (TCAC) 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. 15858-G through 15862-G, inclusive, under the following provisions:

1. The TCAC is the balancing account established by Commission order in O.I.I. No. 19 on June 27, 1978, in order to hold property tax adjustment variations due to the passage of Proposition 13 in 1978.

2. TCAC was reaffirmed by Decision No. 89194, dated August 8, 1978. Although the order set December 31, 1980 as the termination date, it did not address the matter of disposition of the remaining balance.

3. As of December 31, 1980, the TCAC account showed a credit balance of \$740,000.

¹⁴. Rather than attempt to amortize this balance over a period of time by TCAC adjustments, SoCal proposes to transfer this balance to the "Consolidated Adjustment Mechanism" (CAM) Balancing Account, which is SoCal's combined procedure to account for Purchased Gas Adjustments (PGA) and the Supply Adjustment Mechanism (SAM).

5. Transfer of such funds will be as of December 31, 1980, and will contain all appropriate interest.

6. Consistent with the termination of the TCAC, the applicant is requesting the termination of O.I.I. No. 19, which should be filed under O.I.I. No. 19, and

WHEREAS: We find that this filing 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:

1. Authority is granted under the Provisions of Decision No. 89194 and under Sections 701 and 792.5 of the Public Utilities Code for Southern California Gas Company to place all of the above tariff sheets into effect and to terminate the Tax Change Adjustment Clause provisions of its Preliminary Statement effective January 26, 1981, which constitutes regular statutory notice. -2-G-2407 U-3

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2. The above tariff sheets shall be marked to show that they were accepted for filing by Resolution No. G-2407 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

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