| Copy for:<br>Orig. and Copy |            | RESOLUTION NO. G-2408                  |
|-----------------------------|------------|--|
| to Executive Director       | RESOLUTION | UTILITIES DIVISION BRANCH/SECTION: Gas |
| Director                    |            | DATE: January 21, 1981                 |
| Numerical File              |            |  |
| Alphabetical File           |            |  |
| Accounting Officer          |            | RETURN TO GAS BRANCH                   |

SUBJECT: Pacific Gas & Electric Company, Gas Department. Order Authorizing Acceptance of Special Contracts Under Conditions Deviating from Filed Tariffs.

WHEREAS: PACIFIC GAS & ELECTRIC COMPANY (PG&E), by Advice Letters Nos. 1131-G and 1132-G, both filed December 11, 1980; and Advice Letter No. 1133-G, filed December 19, 1980, has requested authority to carry out the terms and conditions of three special contracts with (1) Shapell Industries of Northern California (Shapell) in Hayward, Alameda County; (2) Marathon U.S. Realties, Inc. (Marathon) in Fremont, Alameda County; and (3) Baygreen Ventures II (Baygreen) in Hayward, Alameda County, covering gas main extensions and service stubs to provide natural gas service to each of the applicant's commercial and industrial developments under conditions deviating from filed tariffs and resulting in the following:

1. The agreements each deviate from filed tariffs in that each applicant will pay in advance of construction the estimated total cost of construction less specific credits for trenching and backfilling and will also pay a monthly cost-of-ownership charge as listed below:

| Advice Letter | Applicant | Location | Total Cost<br>of Facilities | Less Credit<br>to<br>Applicant | Advance<br>to<br>PG&E | Cost-of-<br>Ownership |
|---------------|-----------|----------|-----------------------------|--------------------------------|-----------------------|-----------------------|
| 1131-G        | Shappell  | Hayward  | \$ 2,442                    | \$ 1 <b>,1</b> 34              | \$ 1,308              | \$ 24.42/mo.          |
| 1132-G        | Marathon  | Fremont  | \$28,862                    | <b>\$11,8</b> 88               | \$16,974              | \$288.62/mo.          |
| 1133-G        | Baygreen  | Hayward  | \$ 2,194                    | Ø                              | \$ 2,194              | \$ 21.94/mo.          |

- 2. The monthly cost-of-ownership charge represents 1% of the total cost of facilities in all cases.
- 3. All applicants are constructing commercial and industrial developments and all want gas facilities in advance of requests for utility service.
- 4. None of the applicants are the ultimate consumers of gas service to be provided, and since not all of the ultimate consumers have been determined at this time, exercising the Exceptional Case clause of Rule No. 15 is appropriate in these cases.
- 5. In all cases, the monthly cost-of-ownership charge will be adjusted accordingly if refunds are made.

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6. All agreements are basically similar in content with prior agreements filed by PG&E and authorized by prior Commission Resolutions, notably G-2395 and G-2400, dated December 16, 1980 and January 6, 1981, respectively, and

WHEREAS: We find that these agreements are compensatory and nondiscriminatory and will provide service to Applicants in such a manner as not to place a burden on other ratepayers; therefore, good cause appearing,

## IT IS ORDERED that:

- 1. Authority is granted under Section X.A. of General Order No. 96-A, and under Sections 454 and 532 of the Public Utilities Code to place each of the above contracts into effect on this date.
- 2. Each of the above advice letters and contracts shall be marked to show that they were accepted for filing under Resolution No. G-2408 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 January 21, 1981, the following Commissioners voting favorably thereon:

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

Executive Director