



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Communications (May 12, 1994 through May 25, 1994)

MEETING DATE: June 1, 1994

PREPARED BY: City Clerk

RECOMMENDED ACTION: Information only.

BACKGROUND INFORMATION: The City Clerk's office is in receipt of an Application (attached) filed by Pacific Gas & Electric Company (PG&E) with the California Public Utilities Commission (CPUC) requesting authority to increase its return on equity from 11.0 percent to 12.50 percent and to increase rate of return from 9.21 percent to 9.95 percent, effective January 1, 1995.

The Company also proposes that it be allowed to use a higher ratio of common equity (or shares of stock) in its capital structure from 47.50 percent to 48.00 percent. The higher authorized rate of return would result in an increase in PG&E's electric revenue by \$131,066,000 and in its gas revenue by \$40,973,000 for a total increase of \$172,039,000.

FUNDING: None required.


Jennifer M. Ferrin
City Clerk

JMP

Attachment

APPROVED _____

THOMAS A. PETERSON
City Manager



Pacific Gas and Electric Company

77 Beale Street
San Francisco, CA
415/973-6583
Telecopier 415/543-7813
Telecopier 415/973-9271

RECEIVED
Bill L. Stocum
Attorney at Law

MAY 20 11 9:27

Mailing Address
P.O. Box 7442
San Francisco, CA 94120



May 17, 1994

**TO: THE STATE, COUNTY AND CITY OFFICIALS
AND INTERESTED PARTIES**

Pacific Gas and Electric Company (PG&E or Company) has filed Application No. 94-05-011 with the California Public Utilities Commission (CPUC or Commission) in which it requests authority to increase its return on equity from 11.0 percent to 12.50 percent and an increase in rate of return from 9.21 percent to 9.95 percent, effective January 1, 1995. The Company also proposes that it be allowed to use a higher ratio of common equity (or shares of stock) in its capital structure from 47.50 percent to 48.00 percent. The higher authorized rate of return would result in an increase in PG&E's electric revenue by \$131,066,000 and in its gas revenue by \$40,973,000 for a total increase of \$172,039,000.

The Commission will hold hearings on the proposed increase. Parties at those hearing may offer proposals to the CPUC which differ substantially from those requested by PG&E. After considering all proposals presented during the formal hearing process, the Commission will issue a decision. The actual rates and revenue requirement adopted by the Commission may differ significantly from PG&E's original request and may result in an increase or decrease in rates.

If you wish to participate in the hearings or need advice, please write to the Public Advisor, California Public Utilities Commission at 505 Van Ness Avenue, Room 5303, San Francisco, CA 94102. Inquiries about the date, time, and place of hearing on the Application may be directed to the Public Advisor (mention you are writing about Application No. 94-05-011).

A copy of the Application and related exhibits may also be examined at the Commission, as well as the offices of Pacific Gas and Electric Company, 77 Beale Street, Room 3022, San Francisco, CA 94105; or at PG&E's Regional Offices in Fresno, Oakland, Sacramento, or San Jose. If you would like a copy of the application and related exhibits,

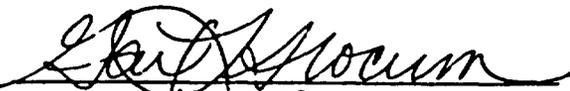
Government Officials and Interested Parties
May 17, 1994
Page 2

or would like more information on this application from PG&E please write to Gail L. Slocum, PG&E, P.O. Box 7442, San Francisco, CA 94120 (mention you are writing about Application No. 94-05-011).

This notice is given in accordance with Rule 24 of the Rules of Practice and Procedure of the California Public Utilities Commission.

PACIFIC GAS AND ELECTRIC COMPANY

By


Gail L. Slocum