

Decision No. 16046

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
 E. D. Peters and F. E. Peters,)
 doing business under the firm name)
 and style of "Peters Brothers", and)
 Pacific Gas and Electric Company, a)
 corporation, for an order of the)
 Railroad Commission of the State of)
 California authorizing the former)
 to sell and convey and the latter to)
 purchase and acquire the properties)
 referred to in this petition.)

Application No. 12438.

ORIGINAL

R. W. Duval, for applicants.

BY THE COMMISSION:

O P I N I O N

E. D. Peters and F. E. Peters doing business under the firm name and style of Peters Brothers ask permission to sell their electrical distributing system to the Pacific Gas and Electric Company for the sum of \$8,500. Pacific Gas and Electric Company asks permission to purchase such electrical distributing system and to put into effect its rates, charges, rules and regulations throughout the territory now served by Peters Br others.

The properties which Peters Brothers ask permission to sell are generally described in applicants' Exhibit "A" and more particularly described in applicants' Exhibit No. 1. The pro-

erties consist of about 6.35 miles of pole lines supplying 103 metered consumers in and adjacent to the towns of Alta, Dutch Flat, and Gold Run, all in Placer County. Applicants in Exhibit No. 1 report the reproduction cost new of the property on the basis of material and labor costs prevailing in the year 1925 at \$13,689. segregated as follows:-

Poles and fixtures	\$7,447.
Depreciation overhead conductors	2,640.
Overhead line transformers	1,664.
Services from overhead lines	725.
Consumers meters	<u>1,213.</u>
Total.....	<u>\$13,689.</u>

It is of record that the territory supplied with electric service by Peters Brothers is contiguous to that supplied by the Pacific Gas and Electric Company and that the two electric systems are interconnected. The Pacific Gas and Electric Company is now and for several years last past has been selling, furnishing and delivering to Peters Brothers the electric energy which they have distributed and sold to their consumers.

Testimony shows that the rates which the Pacific Gas and Electric Company proposes to put into effect are lower than the rates now charged by Peters Brothers except as to rates for resale service,

Peters Brothers have been selling electrical energy for resale purposes to J. D. Stewart at the rate of three and 3/4 cents per kilowatt hour per meter per month with a minimum charge of \$5.00 per meter per month. The Pacific Gas and Electric Company has agreed to furnish J. D. Stewart with electrical energy for resale purposes at the same rate as he has been paying to Peters Brothers.

ORDER

E. D. Peters and F. E. Peters, doing business under the firm name and style of Peters Brothers, having applied to the Railroad Commission for permission to sell their electrical properties to the Pacific Gas and Electric Company and to discontinue their electric service and Pacific Gas and Electric Company having asked permission to purchase such properties and to put into effect throughout the territory served by Peters Brothers its rates, charges, rules and regulations, a public hearing having been held before Examiner Fankhauser and the Commission being of the opinion that the transfer of the properties is in the interest of the public and that this application should be granted as provided in this order, therefore,

IT IS HEREBY ORDERED as follows:-

1. E. D. Peters and F. E. Peters, doing business under the firm name and style of Peters Brothers be, and they are hereby, authorized to sell their electrical distributing system, described in applicants' Exhibit "A" and applicants' Exhibit No. 1, to the Pacific Gas and Electric Company for the sum of \$8,500. and discontinue furnishing and supplying electrical energy in the territory now served by them, at the time the Pacific Gas and Electric Company acquires said properties and begin to

furnish and supply electrical energy to said territory.

2. Pacific Gas and Electric Company be, and it hereby is, authorized to purchase said properties and place into effect its electric rates, charges, rules and regulations applicable to territory in Placer County with the exception that for electrical energy sold to J. D. Stewart for resale purposes Pacific Gas and Electric Company shall charge 3 and 3/4 cents per kilowatt hour per meter per month, minimum charge of \$5.00 per meter per month.
3. The consideration being paid by the Pacific Gas and Electric Company for the properties of Peters Brothers shall never be urged before this Commission as a measure of the value of said properties for any purpose other than the transfer herein authorized.
4. The authority herein granted to sell and purchase said properties will become effective upon the 20th day after the date of this order, and the authority herein granted to the Pacific Gas and Electric Company to put into effect its rates, charges, rules and regulations will become effective upon the 30th day after the date of this order.

DATED at San Francisco, California, this 2nd day of March, 1926.

H. B. ...
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Leon Whitell