

Decision No. 18451.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the application of
PACIFIC GAS AND ELECTRIC COMPANY, a
corporation, for an order of the
Railroad Commission of the State of
California, approving a certain agree-
ment entered into by and between ap-
plicant and the DIAMOND MATCH COMPANY,
a corporation, dated May 4th, 1927.

RECORDED

Application No. 13,803.

BY THE COMMISSION:

O P I N I O N

Pacific Gas and Electric Company, a corporation, has applied for an order approving a certain agreement dated May 4, 1927, entered into by and between it and Diamond Match Company. A copy of this agreement, marked Exhibit "A," is attached to the application.

This agreement provides for the construction by Pacific Gas and Electric Company of a sixty-thousand (60,000) volt transmission line to the premises of Diamond Match Company, near Powellton, Butte County, and for sale of electric energy to the latter by the former under its Schedule P-1 for a period of eight (8) years. In consideration of the cost of the necessary transmission line, Diamond Match Company guarantees Pacific Gas and Electric Company during each of the first five years of the life of this agreement an annual revenue equal to not less than one-fifth of the actual cost of the line.

The Commission is of the opinion that the agreement is

fair to both parties and that a public hearing in this matter is not necessary.

O R D E R

Pacific Gas and Electric Company having applied to this Commission for an order approving a certain agreement entered into by and between applicant and Diamond Match Company, dated May 4, 1927, the Commission having considered the matter and being of the opinion that a public hearing is not necessary,

IT IS HEREBY ORDERED that the above mentioned agreement between Pacific Gas and Electric Company and Diamond Match Company be and the same is hereby approved.

The authority herein granted shall become effective on the date hereof.

Dated at San Francisco, California, this 12th day of June, 1927.

H. A. Bourdage

C. C. Seamy

Thos. P. Shutt

Commissioners.