

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

Decision No. 3586

In the matter of the application of
OCEANSIDE ELECTRIC and GAS COMPANY
for an order authorizing the sale
of its entire property to San Diego
Consolidated Gas and Electric
Company.

Application No. 2365

Sweet, Stearns and Forward for petitioner.

THELEN, Commissioner.

OPINION

Oceanside Electric and Gas Company asks authority to sell its entire property and rights other than the right to be a corporation to San Diego Consolidated Gas and Electric Company. The latter company joins in the petition.

A public hearing was held in San Diego on August 4, 1916, at which time the application was submitted.

On May 26, 1916, the Railroad Commission authorized San Diego Consolidated Gas and Electric Company to purchase the entire issued capital stock of Oceanside Electric and Gas Company, consisting of 1819 shares at the price of \$14.00 per share (Decision No. 3380, Application No. 2290). San Diego Consolidated Gas and Electric Company now reports that it has purchased the entire issued capital stock of Oceanside Electric and Gas Company with the exception of 5 shares. The owner of these 5 shares has signed an option to sell at \$14.00 per share and the money has been deposited in a bank awaiting demand therefor by the owner of the stock.

On June 19, 1916, the Railroad Commission made its first supplemental order in Application No. 2290, reciting that San Diego Consolidated Gas and Electric Company has filed a stipu-

lation in form satisfactory to the Railroad Commission, declaring that it, its successors and assigns, will never claim before the Railroad Commission or any court or other public authority any value for the franchises and permits of Oceanside Electric and Gas Company in excess of the actual cost of acquiring said franchises and permits, which cost is stated to have been \$25.00.

Oceanside Electric and Gas Company now desires to convey all its property to San Diego Consolidated Gas and Electric Company and thereafter to disincorporate. As stated in Decision No. 3380, Oceanside and adjacent territory will hereafter be served with electric energy from San Diego Consolidated Gas and Electric Company's plant in San Diego, as soon as San Diego Consolidated Gas and Electric Company has completed its proposed transmission line from Del Mar to Oceanside.

San Diego Consolidated Gas and Electric Company has already extended the service at Oceanside from service during only a portion of the night to a twenty-four hour service and is giving consideration to a reduction of the existing rates for both lighting and power service. Oceanside Electric and Gas Company's rate for lighting service has been 20 cents per K.W.H. and for power service 8 cents per K.W.H.

I find that the public interest will be served by the proposed transfer and recommend that the application be granted.

I submit the following form of order:

O R D E R

Oceanside Electric and Gas Company having applied for authority to sell its entire property, except its right to be a corporation, to San Diego Consolidated Gas and Electric Company, and a public hearing having been held, and the Railroad Commission finding that the public interest will be served by said sale,

IT IS HEREBY ORDERED that Oceanside Electric and Gas Company be and the same is hereby authorized to sell to San Diego Consolidated Gas and Electric Company its entire property, real, personal and mixed, rights, privileges and franchises, except its right to be a corporation, said property, rights and franchises being more particularly described in Decision No. 3380 rendered on May 26, 1916, in Application No. 2290, to which decision reference is hereby made. Within twenty days from the execution of deed of conveyance, a certified copy thereof shall be filed with the Railroad Commission.

The foregoing opinion and order are hereby approved and ordered filed as the opinion and order of the Railroad Commission of the State of California.

Dated at San Francisco, California, this 18th day of August, 1916.

Max Thelen

Alvin Gordon

Edwin O. Edgeston

Commissioners.