

BEFORE THE RAILROAD COMMISSION
OF THE STATE OF CALIFORNIA.

ORIGINAL

Decision No. 630

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In the matter of the application of
 NORTHERN ELECTRIC RAILWAY COMPANY,
 a corporation, and PACIFIC GAS AND
 ELECTRIC COMPANY, a corporation, for
 an order authorizing the sale and assignment
 of a high tension transmission line between
 Nicolaus, in the County of Sutter, and Riego,
 in the County of Placer, State of California,
 by the NORTHERN ELECTRIC RAILWAY COMPANY to
 the PACIFIC GAS AND ELECTRIC COMPANY.

:Application No.460

Appearances:

- T. T. C. Gregory for applicant, Northern Electric Rail-
way Company,
- C. P. Cutten for applicant, Pacific Gas and Electric
Company.

GORDON, Commissioner:

O P I N I O N .

Applicants ask for an order of this Commission author-
 izing the sale by the Northern Electric Railway Company to the
 Pacific Gas and Electric Company and the purchase by the latter
 company from the former, for the sum of \$11876.46, of a certain
 60,000 volt transmission line extending upon and along the right
 of way of the Northern Electric Railway Company from the substa-
 tion on the line of the Northern Electric Railway at Nicolaus, in
 Sutter County, California, to the substation at Riego, in Placer
 County, California, a distance of about nine miles.

It appears that prior to March 23, 1912, the Northern
 Electric Railway Company, in order to obtain electric energy at
 Riego under its contract with the Valley Counties Power Company,
 a subsidiary corporation of the Pacific Gas and Electric Company,
 was required to build the aforesaid line from Nicolaus to Riego
 at an expense of some \$12,000.

It further appears that the Pacific Gas and Electric Company is engaged in the business of producing, transmitting and distributing electrical energy, and that the said transmission line must necessarily be utilized to deliver energy to the Northern Electric Railway Company at Riego, and as part of the necessary facilities of the Pacific Gas and Electric Company said line should have been constructed, maintained and operated by it, instead of by the consumer. The contract between the parties provides that the property shall be transferred free and clear of all liens and incumbrances.

In view of the facts hereinabove set forth, and in consideration of the further fact that \$11,876.46 appears to be a fair value to the Pacific Gas and Electric Company of the said transmission line and that said line can be made to better serve the public convenience and necessity if owned, maintained and operated by that utility, I submit the following form of order:

O R D E R .

Northern Electric Railway Company and Pacific Gas and Electric Company having filed with this Commission their joint application for an order authorizing the sale and assignment of a certain high tension transmission line upon and along the right of way of the Northern Electric Railway Company between Nicolaus, in Sutter County, California, and Riego, in Placer County, California, a distance of some nine miles, by the said Northern Electric Railway Company to the said Pacific Gas and Electric Company, and a public hearing having been held on said application, at which hearing both parties to said application were present, and it appearing to the Commission that public convenience and necessity will be subserved by the granting of said application,

IT IS HEREBY ORDERED That the said application be and the same is hereby granted on the following conditions, and not otherwise, to-wit:

- (1) The price to be paid for said high tension transmission line upon and along the right of way of the said Northern Electric Railway Company between Nicolaus, in Sutter County, California, and Riego, in Placer County, California, shall not exceed the sum of \$11,876.46 in cash.
- (2) Said sum of \$11,876.46 shall not hereafter be used before this Commission, or any other public authority, as representing for rate fixing or any other purpose the present value of said property.

The sale and transfer of said property by said Northern Electric Railway Company, and its acquisition by said Pacific Gas and Electric Company shall be deemed a consent by each corporation to all the terms and conditions to this order.

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

Dated at San Francisco, California, this 30th day of April, 1913.

John W. Fickler
Edwin O. Edgerton
Edwin O. Edgerton
Commissioners.