

LBM

Decision No. 28395

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
THE NEVADA-CALIFORNIA ELECTRIC COR-
PORATION for modification of Decis-
ion No. 11353, dated December 13,
1922, Decision No. 28616, dated March
9, 1936, and Decision No. 28646, dated
March 16, 1936, and for authority to
keep its system of accounts solely in
accordance with the uniform system
of accounts for public utilities and
licensees prescribed by Federal Power
Commission by Order No. 42, dated
June 16, 1936, and effective January 1,
1937.

Request for amendment
of order in Case No.
1845 and order in Ap-
plication No. 20349.

ORIGINAL

BY THE COMMISSION:

SUPPLEMENTAL ORDER

The Railroad Commission by Decision No. 11353 dated Decem-
ber 13, 1922 prescribed a system of accounts for electrical corpora-
tions having annual operating revenues in excess of \$250,000. Such
system of accounts is substantially the same as that prescribed by
the Federal Power Commission for licensees and now in effect.

By Decision No. 28616 dated March 9, 1936, as amended, the
Commission authorized The Southern Sierras Power Company and The
Nevada-California Power Company to transfer their properties to The
Nevada-California Electric Corporation. As a condition precedent
to this transfer the Commission required the purchaser to file and
said purchaser did file a statement duly authorized by its Board of
Directors in which it stipulates, among other things, as follows:-

" That within one (1) year after it acquires the aforesaid
properties it will adjust its charges to its electric fixed
capital accounts so that such accounts will show the original
cost, estimated if not known, of its electric properties
segregated among the several states in which said properties
are situate, and show the difference between said original
cost and the ledger cost of said properties under Account 102¹
entitled 'Difference between original cost of properties and
the amount at which they were carried on the books of the

vendor companies'; which account 102½ said The Nevada-California Electric Corporation is hereby authorized to record on its books ".

The Nevada-California Electric Corporation in a petition filed on December 14, 1936 recites that it has acquired the properties of The Southern Sierras Power Company and The Nevada-California Power Company and that it is both a licensee and a public utility, as defined in the Federal Power Act.

By its Order No. 42 adopted June 16, 1936, the Federal Power Commission prescribed, effective January 1, 1937, a system of accounts for public utilities and licensees subject to the provisions of the Federal Power Act. This system of accounts differs in several respects from that now prescribed by the Railroad Commission.

The Nevada-California Electric Corporation asks that it be permitted to keep its accounts solely in accordance with the uniform system of accounts for public utilities and licensees prescribed by the Federal Power Commission by said Order No. 42.

The company owns and operates electric properties in Arizona, California and Nevada. The system of accounts prescribed by the Federal Power Commission provides an account or accounts under which to record the amount which the Commission by its order in Decision No. 28616, dated March 9, 1936, directed applicant to charge to the aforesaid Account 102½. Therefore, if applicant will keep its accounts in accordance with the System of accounts prescribed by the Federal Power Commission it need not keep said Account 102½. In all other respects we expect applicant to comply with the stipulation it filed on November 28, 1936 in Application No. 20349.

The Commission having considered applicant's requests and being of the opinion that such requests should be granted subject to the limitations and reservations contained in this supplemental order, therefore,

IT IS HEREBY ORDERED that, effective January 1, 1937, The Nevada-California Electric Corporation may keep its electric accounts solely in accordance with the uniform system of accounts for public utilities and licensees prescribed by the Federal Power Commission by its said order No. 42, or as the same may be amended from time to time and that said Decision No. 11353 dated December 13, 1922 is hereby modified to the extent necessary for that purpose, provided that the Commission reserves the right to amend or annul this order, and require said The Nevada-California Electric Corporation to comply with such system of accounts as the Commission may hereafter prescribe.

IT IS HEREBY FURTHER ORDERED that the order in Decision No. 28616, dated March 9, 1936, as amended, is hereby further amended so as to relieve The Nevada-California Electric Corporation from recording on its books Account No. 102½ prescribed by said order, provided that said order, as amended, and the statement and stipulation filed by The Nevada-California Electric Corporation on November 28, 1936 in Application No. 20349 shall remain in full force and effect, except as expressly modified by this supplemental order.

DATED at San Francisco, California, this 21st day of December, 1936.

W. B. Smith
John A. Whiteley
Walter J. ...

Commissioners.