

Decision No. 30012

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
 SOUTHERN CALIFORNIA EDISON COMPANY LTD.,  
 ARROWHEAD LAKE CORPORATION, LAKE ARROWHEAD  
 HOTEL COMPANY, ARROWHEAD UTILITY COMPANY  
 and LAKE ARROWHEAD LUMBER AND SUPPLY  
 COMPANY, for an Order of the Railroad  
 Commission of the State of California,  
 approving a certain Agreement for Electric  
 Service entered into between Applicants.

Application No. 21476

ORIGINAL

BY THE COMMISSION:

OPINION AND ORDER

This is an application of Southern California Edison Company Ltd., Arrowhead Lake Corporation, Lake Arrowhead Hotel Company, Arrowhead Utility Company and Lake Arrowhead Lumber and Supply Company, for an Order of the Railroad Commission approving a certain agreement dated June 1, 1937 for electric service entered into between applicants. A copy of this agreement marked Exhibit "A" is attached to and made a part of the application which was filed on September 15, 1937, and followed by a supplemental application filed October 22, 1937.

Under the terms and conditions set forth in the agreement, Southern California Edison Company Ltd. (hereinafter sometimes referred to as Edison Company) has agreed to sell and deliver, and Arrowhead Lake Corporation, Lake Arrowhead Hotel Company, Arrowhead Utility Company and Lake Arrowhead Lumber and Supply Company (hereinafter being collectively referred to as Project Companies) have agreed to purchase and receive

all the electric energy required for their own use, except as more specifically limited by the aforesaid agreement. Some of the more important terms and conditions of said agreement may be here set forth.

The term of the agreement is for a period of five (5) years from and after June 1, 1937. The rates and charges to be paid by the Project Companies to the Edison Company, as set forth in Exhibit "A" may be briefed as follows:

Billings for electric service for light, heat and power shall be in accordance with Edison Company's regularly filed rates for such classes of service in the San Bernardino Mountain Zone, such schedules at the present time being L-1, PH-1 and P-1 respectively, except that (a) all meter readings for the purpose of billing shall be combined, (b) and in case of power billing in addition, the billing horsepower shall be taken as sixty (60) per cent of the total connected load, (c) and the annual minimum charge on the above classes of service shall be Five Thousand Dollars (\$5,000).

The aforesaid agreement likewise provides that the Project Companies shall take from Edison Company and pay for all electric energy and service required for their own use, excepting electric energy that may be generated by Lake Arrowhead water by said Project Companies.

The special conditions listed above, which modify the filed scheduled rates generally applicable in this territory, would not normally be looked upon with favor by this Commission. In support of proposed agreement, however, applicants point out that historically the Arrowhead area has been planned and con-

tinually developed under special rates both before and after such service was acquired by Edison Company; that while outwardly maintaining the appearance of a mountain resort, that actually the service area has many of the characteristics of a metropolitan district because of its size and density of load; and that while Arrowhead Lake Project must be considered as a private enterprise for commercial gains; it, nevertheless, has many of the characteristics of a community enterprise of a quasi-public character, as it is widely used by residents of southern California for recreation purposes.

The agreement contains the usual clause that it shall be subject at all times to such changes and modifications by the Railroad Commission of the State of California as said Commission may from time to time direct in the exercise of its jurisdiction.

The Commission is of the opinion that said agreement is reasonable under the circumstances, and that a public hearing in the matter is not necessary, and good cause appearing,

THEREFORE IT IS HEREBY ORDERED that Southern California Edison Company Ltd. is hereby authorized to charge Arrowhead Lake Corporation, Lake Arrowhead Hotel Company, Arrowhead Utility Company and Lake Arrowhead Lumber and Supply Company the rates set forth in the agreement dated June 1, 1937, and under the terms and conditions set forth therein (such agreement being attached as Exhibit "A" to application), and to make such rates and conditions effective as of June 1, 1937.

The authority herein granted shall become effective

under the date hereof.

Dated at San Francisco, California, this 8<sup>th</sup>  
day of November, 1937.

Walter Brown  
Leon Gifford  
Frank M. M.  
Robert H. P.  
W. & R. C.  
 COMMISSIONERS.