Decision No. 20598

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of the MIDLAND COUNTIES PUBLIC SERVICE CORPORATION for an Order of the Railroad Commission authorizing applicant and the CITY OF LOMPOC, a municipal corporation, to enter into a written agreement in words and figures as written in the form therefor which is annexed hereto. OPIGINAL.

Application No. 21737

BY THE COMMISSION:

OPINION AND ORDER

This is an application of Midland Counties Public Service Corporation for an order authorizing applicant corporation to enter into a written agreement relating to the sale and delivery of electric energy to the City of Lompoc, a municipal corporation. A copy of said proposed agreement marked Exhibit "A" is attached to and made a part of the application.

Under the terms and conditions set forth in proposed agreement, Midland Counties Public Service Corporation has agreed to sell and deliver, and the City of Lompoc has agreed to purchase and receive, all electric energy required in its municipal utility business. Some of the more important features and conditions of said agreement may be here set forth:

All electric energy to be delivered and received shall be what is commonly designated as three-phase, 60-cycle alternating current, and at transmission voltage to be delivered to the City of Lompoc at the Lompoc Substation of applicant.

First 150 kwh. per kw. per month..... \$.009 per kwh. Next 170 kwh. per kw. per month..... .006 per kwh. All over 320 kwh. per kw. per month..... .005 per kwh.

The maximum demand in any calendar month will be the average kilowatt delivery of the fifteen minute interval in which the consumption of electric energy is greater than in any other fifteen minute interval in such month. The maximum demand on which the demand charge and energy block will be based during any month shall not be less than sixty per cent of the demand occurring during the next preceding months not exceeding eleven.

Any demand occurring between 11:00 P.M. of eny day and 6:00 A.M. of the following day will not be considered in determining the above charges.

The total charge for any month as computed on the above rates will be correspondingly decreased or increased .25% for each 1% that the average power factor of the City's load in that month shall be greater than 85% or less than 75%. Such average power factor shall be computed (to the nearest whole number) from the ratio of lagging kilovolt-ampere-hours to kilowatt-hours delivered in said month.

The term of proposed agreement is for a period of five years from and after November 1, 1937, and thereafter from year to year unless and until terminated by either party upon six months' written notice.

The rates to be charged and collected by Midland Counties Public Service Corporation and paid by the City of Lompoc are different, and at the present time lower than the rates and charges contained in applicant's filed schedule for resale power service.

The proposed agreement also contains a statement that it shall at all times be subject to such modification as the Commission from time to time may direct in the exercise of its jurisdiction.

The Commission is of the opinion that said agreement is fair to all parties and that a public hearing in the matter is not necessary, and good cause appearing therefor

IT IS ORDERED that Midland Counties Public Service Corporation is hereby authorized, as to electric energy furnished by it to the City of Lompoc from and after November 1, 1937, to charge said city therefor at the rates specified in that certain proposed agreement attached as Exhibit "A" to application, and under the terms and conditions set forth in that agreement.

The Midland Counties Public Service Corporation shall file a copy of executed agreement with the Commission within thirty (30) days after its execution.

Authority herein granted shall become effective on the date hereof.

Dated at San Francisco, California, this 24 day of February, 1938.

/