

ORIGINAL

Decision No. 34432

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SAN DIEGO GAS & ELECTRIC COMPANY, a
corporation, for the approval of its
contract with San Diego Electric
Railway Company, covering the sale of
electric energy.

Application No. 24345

BY THE COMMISSION:

OPINION AND ORDER

In this application San Diego Gas and Electric Company, hereinafter sometimes referred to as Applicant, requests authority to enter into a written agreement with San Diego Electric Railway Company, hereinafter sometimes called Customer, relating to the sale and delivery of all of the electric energy as shall, during the term of the agreement, be required for the operation of Customer's electric street railway system in the vicinity of the city of San Diego, California. A copy of the proposed agreement, marked Exhibit "A" is attached to and made a part of the application.

Some of the more important features and conditions of said proposed agreement may be set forth. Applicant agrees to deliver to Customer its railway electrical energy requirements either from its Station "B" power house or from existing substations located at 30th Street and University Avenue, 10th Avenue and University Avenue, and, under certain conditions, from substations which may be built in the future. The agreement provides that the electrical energy delivered shall be direct current and at voltages as specified by Customer from time to time, but within the limits of 500 and 625 volts.

According to the terms of the agreement, Customer will pay for all electrical energy delivered under the contract at the following rates:

BASE RATE:

Service Charge - \$1,465.00 per month
Plus Demand Charge - \$1.50 per Kw of demand per month
Plus Energy Charge - 0.40¢ per Kwh per month

The above energy charge is based upon a fuel oil price of \$1.00 per barrel f.o.b. Applicant's oil tanks or for natural gas at 16¢ per M.c.f. and provision is made for changes to compensate for fluctuations in the price of oil and gas.

The term of the proposed agreement is for a period of five (5) years dating from and after January 1, 1941 and supersedes a similar agreement between the two parties under date of January 1, 1925 and which expired on December 31, 1940.

The proposed agreement is similar in all respects to its predecessor except that in the matter of rates the Service charge has been reduced from \$2,375 to \$1,465 per month. In this connection it is pertinent to recount that the Service charge herein provided is the same as recommended after a study and investigation by the Commission's engineering staff.

The agreement contains a provision that it shall at all times be subject to such changes or 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 having considered the request of Applicant and it being of the opinion that the Application should be granted, that a public hearing in the matter is not necessary and good cause appearing, therefore

IT IS ORDERED that San Diego Gas and Electric Company is hereby authorized to enter into that certain proposed agreement with San Diego Electric Railway Company set forth as Exhibit "A" attached to the within

application and to render electrical energy service to said San Diego Electric Railway Company at the rates and under the terms and conditions as set forth in said agreement; provided, however, that the authority herein granted shall not be taken as limiting the Commission's authority to modify or set aside such agreement by appropriate order.

San Diego Gas and Electric Company shall file two copies of the agreement with the Commission within thirty (30) days after its execution.

Authority herein granted shall become effective as of the date hereof.

Dated at San Francisco, California, this 21st day of July, 1941.

[Signature]

Justin J. Calver
Frank C. Hawes
Richard H. Chase
Commissioners