

Decision No. 35338

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SOUTHERN CALIFORNIA EDISON COMPANY LTD.,
a Corporation, and WESTERN LAND IMPROVE-
MENT COMPANY, a Corporation, for an Order
of the Railroad Commission authorizing
applicant Southern California Edison
Company Ltd. to enter into a certain
special agreement with Western Land
Improvement Company.

ORIGINAL

Application No. 24964

BY THE COMMISSION:

OPINION AND ORDER

In this application Southern California Edison Company Ltd., hereinafter sometimes referred to as Edison, requests authority to enter into a contract with Western Land Improvement Company, hereinafter sometimes referred to as Western, relative to the installation and operation of Stearns Substation and certain lines to serve as stand-by facilities to other service rendered by Edison to the Long Beach Plant of Douglas Aircraft Company, Inc., hereinafter sometimes referred to as Douglas. A copy of the proposed contract is marked Exhibit "A" and is attached to and made a part of the application.

The application shows that Western is a subsidiary of Douglas Aircraft Company, Inc., and holds title to certain real property, which property is leased by it to Douglas. The proposed contract states that Douglas is licensee from Western of said lands and certain buildings and facilities, to be used for the manufacture of airplanes, at Lakewood Boulevard and Carson Street, near Long Beach.

In Application No. 24817, filed with this Commission March 5, 1942, Edison requested authorization to enter into a service agreement with Douglas, and in addition, two contracts with Western for the installation of two substations, Cherry Substation and Lakewood Substation, and certain lines necessary to provide service to Douglas. By Decision No. 35323, dated May 5, 1942, this Commission authorized Edison to enter into said agreement and contracts under certain conditions.

The contract for which authorization is requested in this application, Application No. 24964, is for the installation and operation of facilities which are to be used only to supply stand-by service not to exceed 15,000 kva, to service rendered from Cherry or Lakewood Substations or both, whichever may be in service under normal conditions at the time. The contract provides that electric energy from said facilities shall be available to Douglas under the aforementioned service agreement.

Under the contract, Western will pay to Edison the sum of \$25,691, representing the installation and removal costs for the necessary transmission lines, transformers, high-tension switches and other facilities in connection with Stearns Substation. In addition, Western agrees to pay to Edison the sum of \$951.22 per month for each month during which Edison maintains said substation and lines.

The term of the contract is for the period of existence of any war in which the United States is engaged and during the six months immediately following the termination of any such war. However, Western may cancel the contract by giving to Edison thirty (30) days notice in writing and Edison may cancel the contract if any monthly payment is not made within thirty (30) days after it becomes due.

The contract contains a provision that it shall at all times be subject to such changes or modifications as this Commission may from time to time direct in the exercise of its jurisdiction.

The Commission having considered the petition and being of the opinion that the application should be granted and that a public hearing in the matter is not necessary, and good cause appearing therefor,

IT IS ORDERED that Southern California Edison Company Ltd. is hereby authorized to enter into that certain proposed contract with Western Land Improvement Company, copy of which is marked Exhibit "A" and attached to the application.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 12th day of

May, 1942.

W. H. P. Riley
T. B. P. P. P.
Francis A. Stover
Richard A. P. P.
Commissioners