

Decision No. 37214

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

IN THE MATTER OF THE APPLICATION
OF IMPERIAL VALLEY ELECTRIC POWER
COMPANY FOR AUTHORIZATION TO SELL
CERTAIN ELECTRICAL PROPERTIES TO
IMPERIAL IRRIGATION DISTRICT.

Application No. 26211

BY THE COMMISSION:

O P I N I O N

Imperial Valley Electric Power Company owns and operates an electrical distribution system in the Townsite of Winterhaven, Imperial County, California. The distribution system supplies electric energy to residents and consumers at Fort Yuma, Fort Yuma Reservation, and in said Townsite of Winterhaven, all in Imperial County. The company has entered into an agreement to sell its electric properties and business to the Imperial Irrigation District for the sum of \$25,000.

Imperial Valley Electric Power Company, as of

June 1, 1944, reports assets and liabilities as follows:

<u>Assets</u>	
Plant Property & Equipment	\$13,069.55
Cash	1,766.14
Accounts Receivable	1,406.00
Prepaid Taxes	<u>103.83</u>
Total Assets	<u>\$16,345.52</u>

<u>Liabilities</u>	
Capital Stock	\$ 2,000.00
Current and Accrued Liabilities	1,917.69
Accounts Payable	\$ 673.83
Accrued Taxes	1,132.36
Interest on Consumers' Deposits	<u>111.53</u>
Deferred Liabilities	1,232.95
Reserve for Depreciation	3,250.65
Reserve for Uncollectible Accounts	389.79
Capital Surplus	4,810.00
Earned Surplus	<u>2,744.44</u>
Total Liabilities	<u>\$16,345.52</u>

For the year 1943, the company reports operating revenues of \$18,207.37 and operating expenses of \$14,472.50. Its net operating revenues are reported at \$3,734.87. For 1943, the company reports 110 residential and 46 commercial consumers. Of the total electric energy sold, to-wit: 412,631 kilowatt hours, 123,779 kilowatt hours were sold to residential consumers and 288,852 to commercial users of the electric energy. The electric energy, which the company presently dis-

tributes, is purchased from the Imperial Irrigation District.

As said, the company has agreed to sell its electric properties and business to the Imperial Irrigation District for the sum of \$25,000, payable in cash. The agreement of sale provides that customers' deposits made with the company as security or guarantee of payment of customers' bills will be paid over to the District on or immediately following the transfer of the properties, together with the interest, if any, earned and payable thereon at the time of the transfer, together with an itemized list showing names of depositors, date of deposit and amount of each. The District agrees to receive same and to pay to the customers' interest on such deposits from the date of the transfer, as well as accounting to and making available to the customer the interest paid by the company to the District. The District is to have the use and benefit of such customers' deposits and is to honor and to pay such customers' deposits insofar as rights of customers are concerned, in accordance with the conditions upon which the deposits were made.

The Commission is advised that the District will charge in the Winterhaven area the same rates which it now charges elsewhere in Imperial County.

O R D E R

The Commission has considered applicant's request and is of the opinion that this is not a matter on which a hearing is necessary, and that this application should be

granted, therefore,

IT IS HEREBY ORDERED that Imperial Valley Electric Power Company may, on or before October 1, 1944, sell, assign, grant and convey to the Imperial Irrigation District the properties, rights and business described in the agreement of sale and purchase filed in this application, said sale and conveyance to be made in accordance with the terms and provisions of said agreement of sale and purchase. Said Imperial Valley Electric Power Company may execute said agreement and make and confirm all deeds, conveyances and assignments necessary to effectively vest the title of said electrical distribution system, franchises and business in said Imperial Irrigation District.

IT IS HEREBY FURTHER ORDERED that the authority herein granted shall become effective upon the date hereof.

Dated at San Francisco, California, this 18th day of July, 1944.

Richard Kachre

Justice J. Cooney

Wm. W. [unclear]

Grant Samuel
Commissioners.