

Decision No. 38061

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

**ORIGINAL**

In the matter of the application of  
COAST COUNTIES GAS AND ELECTRIC COMPANY  
and PACIFIC GAS AND ELECTRIC COMPANY for  
an order of the Railroad Commission of  
the State of California authorizing, among  
other things, the former to sell and convey  
to the latter the public utility properties  
herein mentioned under and in conformity  
with an agreement of sale and purchase dated  
October 27, 1944.

Application  
No. 26438

BY THE COMMISSION:

SECOND SUPPLEMENTAL ORDER

The Commission by Decision No. 37551, dated December 15, 1944, authorized Coast Counties Gas and Electric Company to sell and convey its butane-air gas properties situated at Arcata, California, to Pacific Gas and Electric Company. The latter is by said decision directed to file with the Commission a statement showing its book entries for intangible capital together with the original cost of the tangible properties of the Arcata gas system, and an estimate of the accrued depreciation in the properties.

Pacific Gas and Electric Company on May 4, 1945, filed with the Commission its proposed book entries. They show that the company paid \$53,984.66 for the properties, including material and supplies. The original cost of the properties,

including \$3,619.83 for intangible capital, is reported at \$99,128.29 and the accrued depreciation at \$28,516.74. The intangible capital is \$26,056.89 less than the amount recorded on Seller's books. The company proposes to credit to capital surplus the difference between the depreciated original cost of the properties and the amount it has agreed to pay for the properties. The entries submitted by Pacific Gas and Electric Company are in satisfactory form.

IT IS HEREBY ORDERED that Pacific Gas and Electric Company may enter on its books for the purpose of recording the purchase of said butane-air gas properties the journal entries filed with the Commission on May 4, 1945.

Dated at Los Angeles, California, this 10<sup>th</sup> day of July, 1945.

Harold Redman

Richard L. Lathrop  
Frank W. Owen

Leah Lawrence  
Commissioners