

Decision No. 38131

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of SOUTHERN CALIFORNIA EDISON)
COMPANY LTD., a corporation, for)
an Order of the Railroad Commission)
of the State of California author-)
izing a certain agreement by and)
between Applicant and Department)
of Water and Power of the City of)
Los Angeles, Central Arizona Light)
and Power Company, an Arizona)
corporation, and Salt River Valley)
Water Users' Association, an Arizona)
corporation.)

Application No. 26882

ORIGINAL

BY THE COMMISSION:

OPINION AND ORDER

This is application of Southern California Edison Company Ltd. requesting that this Commission make its order authorizing a certain agreement by and between Applicant and Department of Water and Power of the City of Los Angeles, Central Arizona Light and Power Company, and Salt River Valley Water Users' Association. Such proposed agreement under date of August 6, 1945, is attached to the application as Exhibit "I."

In the application it is stated that Applicant and the Department of Water and Power of the City of Los Angeles have contracts with the United States for the generation and delivery of power from Boulder and that each have been requested by governmental authorities of the United States that during the period from August 1 to October 31, 1945, inclusive, there be made available to Central Arizona Light and Power Company, an Arizona corporation, and to Salt River Valley Water Users' Association, an Arizona corporation, electric energy not to exceed 35,000,000 kilowatt hours in the aggregate, of which amount 17,500,000 kilowatt hours shall be made available by Applicant and a like amount by the Department of Water and Power. It is further stated that the maximum demand, not to exceed 30,000 kilowatts, may be imposed and the latter is limited by the transformer bank at the point of delivery.

It is not believed necessary to recount the conditions under which the sale will be made as set forth in the proposed agreement other than to note that the delivery of energy will be made at the Parker Power House in California and that Applicant shall be paid a rate of 4.78 mills per kilowatt hour, subject to adjustment in case fuel oil in the Los Angeles basin shall exceed \$1.10 per barrel plus tax.

In further justification of the proposed agreement, the delivery of electric energy to the Central Arizona Light and Power Company and Salt River Valley Water Users' Association is stated to meet a war emergency. The delivery of energy at Parker, while generated at Boulder, will actually be replaced by Applicant and the Department of Water and Power by generating additional energy in their steam electric plants in Los Angeles area, thus making the additional energy requirements available from the more efficient steam-generating stations in California and at a location where the transportation of fuel oil is more readily available. It is further represented by Applicant that deliveries under the proposed contract can be made without interference with the performance of its duties in the rendering of utility service to its regular customers and there is a provision in the contract which provides that if conditions should adversely change, then Applicant may terminate the proposed agreement upon ten days' notice.

The proposed agreement, in addition, sets forth the usual clause as to this Commission's continuing 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 sufficient cause appearing, therefore

IT IS ORDERED that the Southern California Edison Company Ltd. may enter into an agreement and substantially in the form of the proposed agreement heretofore referred to and made a part of the application as Exhibit "I" and, in addition, to carry out the provisions and requirements of such an agreement including the supplying of the electric energy at the rates specified in said agreement.

Applicant shall file three copies of agreement within thirty days after it has been executed. -

The authority herein granted shall become effective as of the date
hereof.

Dated at San Francisco, California, this 14th day of August, 1945.

Harold Anderson
Justin J. Carey
Richard L. Lusk
Francis J. Cava
James D. Luce
(Commissioners)