

Decision No. 38167**ORIGINAL**

## 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 authorizing it to carry  
out the terms of a special contract  
with the CITY OF ANAHEIM, a municipal  
corporation, for the furnishing of  
electric service to said City for  
resale purposes.

Application No. 26861

O P I N I O N

## BY THE COMMISSION:

Southern California Edison Company Ltd. in this application asks the Railroad Commission to make its Order authorizing the utility to carry out the terms of a special contract with the City of Anaheim. This contract contains the terms and conditions under which the utility undertakes to furnish electric service to the City. A copy of the contract dated July 10, 1945, is attached to and made a part of the application as Exhibit "A."

Applicant points out that electric service has heretofore been rendered to the City in accordance with the provisions of a contract dated May 13, 1940, which contract is terminated by the provisions of the 1945 contract.

In support of its petition, Applicant alleges that the load characteristics of the City of Anaheim have changed materially since May, 1940, as a result of the increase in demand and use of electricity and the improvement in load factor. This improvement in characteristics has led the City to believe that it was entitled to a more favorable rate. The previous contract was for a term of ten years, and from month to month thereafter until terminated at the written request of either party. The present contract runs until May 10, 1950, and from month to month thereafter until terminated by written notice of either party. Applicant asserts that the rates provided in the 1945 contract are designed to provide more adequately for the improved load characteristics.

Comparison of the rate schedules contained in each of the contracts can be shown by the following tabulation:

	<u>Contract</u> <u>May 13, 1940</u>	<u>Contract</u> <u>July 10, 1945</u>
<b>Demand Charge:</b>		
First 200 kw, per kw, per month (But not less than \$250 per month)	\$1.25	\$1.25
Next 300 kw, per kw, per month	1.05	1.05
Next 2500 kw, per kw, per month	-	.85
Next 3000 kw, per kw, per month	-	.80
All over 500 kw, per kw, per month	.85	-
All over 6000 kw, per kw, per month	-	.75
<b>Energy Charge:</b>		
First 200,000 kwh per month, per kwh	.75¢	.75¢
Next 300,000 kwh per month, per kwh	.66	.66
All over 500,000 kwh per month, per kwh	.62	.62
Except that all kwh use in excess of 400 kwh per kw of demand	-	.55

It will be noted from the table that more favorable rates apply where the demands exceed 3,000 kw per month and where the load factor equals or exceeds 55%.

The contract further establishes a minimum charge equal to the demand charge; establishes a 30-minute maximum demand interval; and a minimum of 70% of the maximum demand of the preceding eleven months. Demands occurring between 11 p.m. and 6 a.m. are not to be considered in establishing the billing demand. A power factor adjustment clause provides for a maximum penalty or discount of 10%. Service will be rendered at any standard nominal voltage of 2400 volts or more.

The Commission being of the opinion that the application should be granted and that a hearing in the matter is not necessary, therefore,

O R D E R

IT IS HEREBY ORDERED that Southern California Edison Company Ltd. be and it is hereby authorized to carry out the provisions and to charge the rates contained in that certain agreement dated July 10, 1945, between said utility and the City of Anaheim, covering the sale and purchase of electric energy and service; and.

IT IS HEREBY FURTHER ORDERED that Southern California Edison Company Ltd. be and it is hereby authorized to cancel that special agreement dated

May 13, 1940, between said utility and the City of Anaheim, covering the sale and purchase of electric energy and service.

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

Dated at San Francisco, California, this 28<sup>th</sup> day of August, 1945.

David Ruden  
Justin J. Casper  
Richard Kachse

David L. Lueder  
(Commissioners)