

Decision No. 39138

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
Southern California Gas Company under  
Section 50(b) of the Public Utilities  
Act for a Certificate that Public  
Convenience and Necessity Require the  
Exercise of Rights and Privileges  
Granted to it by Ordinance No. 598 of  
the City of Compton.

ORIGINAL

Application No. 27409

L. T. Rice for Applicant

O P I N I O N

Southern California Gas Company asks authority to exercise a franchise granted by the City of Compton permitting the installation and maintenance of gas facilities upon the streets of said city.

The franchise referred to, a copy of which is attached to the application and marked Exhibit B, was granted by the city in accordance with the Franchise Act of 1937 and is of indeterminate duration. A fee is payable annually to the city equivalent to two per cent of the gross receipts arising from the use of the franchise but not less than one per cent of all sales of gas by Applicant within the city.

The direct costs to Applicant in obtaining the franchise are stated to have been \$102.69.

A hearing on this application was held by Examiner Daly at which no opposition to the granting of the requested authority was manifested.

As this utility has for many years served gas within and about the city of Compton without competition, it is evident that the requested authority should be given.

The authority herein granted is subject to the following provisions  
of law:

- (A) That the Commission shall have no power to authorize the capitalization of the franchise involved herein or this certificate of public convenience and necessity or the right to own, operate or enjoy such franchise or certificate of public convenience and necessity in excess of the amount (exclusive of any tax or annual charge) actually paid to the state or to a political subdivision thereof as the consideration for the grant of such franchise, certificate of public convenience and necessity or right.
- (B) That the franchise involved herein shall never be given any value before any court or other public authority in any proceeding of any character in excess of the cost to the grantee of the necessary publication and any other sum paid by it to the municipality therefor at the time of the acquisition thereof.

ORDER

A public hearing on the application of Southern California Gas Company having been held, the matter having been considered, it appearing to the Commission and being found as a fact that public convenience and necessity do require, therefore

IT IS ORDERED that Southern California Gas Company be and hereby is authorized to exercise the rights and privileges granted by the City of Compton by Ordinance No. 598, adopted January 2, 1946.

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

Dated at San Angeles, California, this 21<sup>st</sup> day of June, 1946.

Donald Anderson  
James D. Casper  
Francis E. ...  
Wm. H. ...  
Harold P. ...

Commissioners.