

ORIGINALDecision No. 48334

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
GAS SUPPLY COMPANY OF CALIFORNIA, a
corporation,

(a) for authority to issue at par not
to exceed \$22,500,000 par value of
its common shares for the acquisition
of property, (b) for an order declar-
ing that the Commission will issue
certificates of convenience and neces-
sity to exercise rights and privileges
under various franchises, (c) for a
certificate that public convenience
and necessity require the maintenance
and operation of the property to be
acquired, and (d) for an order of this
Commission establishing the appropriate
accounting entries for property pro-
posed to be dedicated to public use.

Application No. 33905
(First Supplemental)

OPINION AND ORDER ON
FIRST SUPPLEMENTAL APPLICATION

Pacific Lighting Gas Supply Company, a California corpora-
tion, formerly named Gas Supply Company of California, filed this
first supplemental application on February 13, 1953, seeking
certificates that public convenience and necessity require the
exercise of the rights and privileges under each of the following
franchises:

Kern County	Ordinance No. 298
Orange County	Ordinance No. 165
Ventura County	Ordinance No. 403
City of Brea	Ordinance No. 133
City of Glendale	Ordinance No. 1483
City of San Fernando	Ordinance No. 260
City of Seal Beach	Ordinance No. 132

and for an order approving the charges and credits as shown on the
balance sheet dated January 1, 1953, attached to the first supple-
mental application and marked Exhibit A.

Public hearing on the original application was held before Commissioner Huls and Examiner Edwards in Los Angeles on December 16, 1952. Thereafter, the Commission rendered Decision No. 48088 on December 22, 1952, in which it ordered:

"Upon the filing of a supplemental application herein showing that applicant has acquired the franchises hereinabove enumerated, the Commission will issue for each such franchise a certificate that public convenience and necessity require the exercise by applicant of the rights and privileges under such franchise."

The first supplemental application alleges that applicant has acquired the franchises listed above. Accordingly, certificates will be granted in this order covering each of the above enumerated franchises; however, this list does not include all of the franchises previously listed. Applicant states it will file a second supplemental application when it has obtained from the respective granting counties and municipalities the necessary consents to the assignments of remaining franchises enumerated in Decision No. 48088.

Also in Decision No. 48088 the Commission ordered that:

"Upon acquiring the assets and assuming the liabilities hereinabove mentioned, applicant is authorized to charge and credit to its accounts pursuant to the Commission's Uniform System of Accounts for Gas Corporations in the manner and in the amounts set forth in 'Exhibit A' attached hereto and by reference made a part hereof, adjusted as of the date of transfer to reflect entries on the books of Pacific Lighting Gas Supply Company made in the ordinary and regular course of business."

In this regard, applicant states it acquired the assets and assumed the liabilities of Pacific Lighting Gas Supply Company, a Nevada corporation, on December 31, 1952, charging and crediting its accounts in the manner and in the amounts set forth in the balance sheet dated January 1, 1953, marked Exhibit A attached to this first supplemental application. Approval will be granted by the order herein.

The certificates of public convenience and necessity issued herein are subject to the following provision of law:

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.

Additionally for those franchises issued by cities under the Franchise Act of 1937, the certificates of public convenience and necessity issued herein are subject to the following provision of law:

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.

O R D E R

The above-entitled first supplemental application having been filed, the Commission having considered the request of the applicant and being of the opinion that the first supplemental application should be granted and that additional public hearing is not necessary; therefore,

IT IS HEREBY FOUND AS A FACT that public convenience and necessity require the exercise by applicant of the rights and privileges granted in the following franchises:

Kern County.	Ordinance No. 298
Orange County	Ordinance No. 165
Ventura County	Ordinance No. 403
City of Brea	Ordinance No. 133
City of Glendale	Ordinance No. 1483
City of San Fernando	Ordinance No. 260
City of Seal Beach	Ordinance No. 132

IT IS HEREBY ORDERED that certificates of public convenience and necessity be and they are granted to Pacific Gas Lighting Supply Company, a California corporation, to exercise the rights and privileges granted by each of the following franchises:

Kern County	Ordinance No. 298
Orange County	Ordinance No. 165
Ventura County	Ordinance No. 403
City of Brea	Ordinance No. 133
City of Glendale	Ordinance No. 1483
City of San Fernando	Ordinance No. 260
City of Seal Beach	Ordinance No. 132

IT IS HEREBY FURTHER ORDERED that applicant's charges and credits as shown on the balance sheet dated January 1, 1953, copy of which is appended hereto as Exhibit A, are approved for accounting purposes. The action taken herein shall not be construed to be a finding of the value of the properties of Pacific Lighting Gas Supply Company.

IT IS HEREBY FURTHER ORDERED that in view of the change in name, the applicant shall refile its rate tariffs under the name of Pacific Lighting Gas Supply Company.

The effective date of this order shall be twenty days after the date hereof.

Dated at San Francisco California, this 10th day of March, 1953.

A. J. Indurain
President.

Harold P. Hule

Francis H. Patten
Justus E. Craemer

Commissioners.

Commissioner Justus E. Craemer, being necessarily absent, did not participate in the disposition of this proceeding.

EXHIBIT A - BALANCE SHEET
PACIFIC LIGHTING GAS SUPPLY COMPANY
JANUARY 1, 1953

<u>Ac. No.</u>	<u>ASSETS AND OTHER DEBITS</u>		
	I. GAS PLANT		
100	Gas Plant		\$30,028,600.18
	II. INVESTMENT AND FUND ACCOUNTS		
110	Plant Not Operating		416,964.98
	III. CURRENT AND ACCRUED ASSETS		
120	Cash	\$ 152,830.38	
121	Special Deposits	825.00	
122	Working Funds	580.00	
124	Notes Receivable	95.00	
125	Accounts Receivable	87,255.80	
126	Receivables from Associated Companies	2,676,661.27	
131	Materials and Supplies	528,136.19	
132	Prepayments	36,431.97	
133	Gas Stored Underground	<u>1,450,720.16</u>	4,933,535.77
	IV. DEFERRED DEBITS		
145	Machine Shop Work in Progress	932.83	
146	Other Deferred Debits	<u>2,804.07</u>	<u>3,736.90</u>
	Total Assets and Other Debits		<u>35,382,837.83</u>
	<u>LIABILITIES AND OTHER CREDITS</u>		
	VII. CAPITAL STOCK		
200	Common Capital Stock 874,133 Shares of \$25 Par Value per Share		21,853,325.00
	IX. CURRENT AND ACCRUED LIABILITIES		
222	Accounts Payable	1,744,283.48	
228	Taxes Accrued	<u>1,968,253.40</u>	3,712,536.88
	XI. RESERVES		
250-1	Reserve for Depreciation of Gas Plant	8,209,182.15	
253	Reserve for Depreciation of Plant Not Operating	416,964.98	
255	Insurance Reserve	830,120.71	
256	Injuries and Damages Reserve	170,376.42	
258	Reserve for Contingencies	<u>190,331.69</u>	<u>9,816,975.95</u>
	Total Liabilities and Other Credits		<u>\$35,382,837.83</u>