Decision No. 49537

ORICEMAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of PACIFIC GAS AND ELECTRIC COMPANY for an order authorizing it to carry out the terms and conditions of an agreement with KLEER-KLEEN MANUFACTURING COMPANY, dated July 3, 1953, providing for the installation by Pacific of special electric facilities for use in supplying electric service to said Customer and the payment by the latter of a special service charge. (Electric - Welding)

Application No. 34652

OPINION AND ORDER

In this amended application Pacific Gas and Electric Company requests authority to carry out the terms and conditions of an agreement dated July 3, 1953 with Kleer-Kleen Manufacturing Company hereinafter called Customer. Said agreement provides for installation of special electric facilities required to serve, among other equipment, one seam welder and three spot welders and payment of a special service charge therefor.

Pacific filed its original application on August 17, 1953 and requested authority to carry out an agreement dated July 3, 1953, marked Exhibit "A" and made a part of the application. By amended application, filed December 16, 1953, Pacific has submitted a new agreement covering the same service and bearing the same date, July 3, 1953. A copy of the new agreement attached to the amended application is marked Exhibit "B".

The agreement states that Customer has requested Pacific to furnish electric service for power and lighting purposes at Customer's plant located at 140 Orchard Avenue, Hayward, County of Alameda, California. The agreement further states that Customer

plans to install in aforesaid plant single and polyphase motors aggregating 38 hp, 25 kw of lighting, 60 hp of direct current arc welders, one 200-kva seam welder, and one 50-kva, one 30-kva and one 20-kva spot welders, which seam and spot welders are designed for operation at 240 volts single phase. It is further stated in the agreement that in order for Pacific to comply with Customer's request it will be necessary for Pacific to install a 120/240-volt single and polyphase service and a special transformer bank consisting of three 150 kva, 7200-120/240-volt transformers and fixtures appurtenant thereto (hereinafter called special facilities), of which 350 kva in additional transformer capacity is required for operation of Customer's welding service at the plant.

The application states that the special facilities are to be furnished by Pacific at a cost of approximately \$2,380 of which amount \$1,856 is chargeable to the welder service. The agreement provides, among other things, that in consideration for such installation Customer shall purchase from Pacific during the term of the agreement all of the electric energy which shall be required by Customer for the operation of its electric machinery and apparatus of said plant. For all electric energy and service furnished thereunder Customer shall pay Pacific in accordance with the rates and charges set forth in Pacific's Schedule P-3 - General Power - Maximum Demand Basis - Alternating Current, (38 kw demand guaranteed) or such other applicable schedule in lieu thereof as may be hereafter authorized by the Commission. In addition thereto Customer has agreed to pay Pacific a special service charge of \$70 per month based on 20 cents per month per kilovolt-ampere of special transformer capacity (350 kva) required for the satisfactory operation of Customer's welders. In its application Pacific estimates that the annual gross revenue to be received from Customer for electric welder service will be approximately \$1,740.

The agreement is to continue in full force and effect for the term of three years from and afer the date of completion of installation of Pacific's afore-mentioned special facilities and is to continue thereafter until terminated by either party thereto giving the other 30 days' prior written notice of such termination. The agreement further provides that it shall not become effective until authorized by this Commission and that at all times it shall be subject to such changes or modifications by this Commission as said Commission from time to time may direct in the exercise of its jurisdiction.

The rates, rules and regulations pertaining to the supplying of electric service to welders are the subject of investigation in a reopened proceeding (Case No. 4963) now before the Commission. It appears appropriate, therefore, to grant Pacific's request in the present application and to place the parties on notice that a final determination in said case may require a modification of the agreement of November 20, 1953 with respect to service to the welders.

The Commission having considered the above-entitled application and being of the opinion that the request of applicant should be granted and that a public hearing thereon is not necessary,

IT IS HEREBY ORDERED that Pacific Gas and Electric Company be and it is authorized to carry out the terms and conditions of the written agreement dated July 3, 1953 with Kleer-Kleen Manufacturing Company, copy of which is filed as Exhibit "B" in this proceeding, and to render the service described therein under the terms, charges, and conditions stated therein.

IT IS HEREBY FURTHER ORDERED that Pacific Gas and Electric Company shall file with this Commission a statement showing the

date of completion of installation of Pacific's said special facilities and subsequently shall file a statement promptly after termination, showing the date when said agreement was terminated.

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

Dated at Annalism, California, this 12 the