

**ORIGINAL**Decision No. 51088

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 SOUTHERN CALIFORNIA EDISON COMPANY, )  
 LIMITED, and SAN JOAQUIN LIGHT AND )  
 POWER CORPORATION for an Order of )  
 the Railroad Commission of the State )  
 of California authorizing applicants )  
 to enter into a Lease Agreement in )  
 words and figures as written in the )  
 form therefor which is referred to )  
 in this Petition. )

Application No. 21032

FIRST SUPPLEMENTAL OPINION AND ORDER

By the above-entitled application, filed December 29, 1954, Southern California Edison Company and Pacific Gas and Electric Company (successor to San Joaquin Light and Power Corporation) seek an order of this Commission authorizing them to carry out the terms and conditions of a supplemental letter agreement, dated as of August 1, 1954, by which certain charges for services connected with the operation of a portion of Edison's Magunden Substation now under lease by Pacific would be increased from \$155 monthly to \$400 monthly.

Pursuant to this Commission's Decision No. 29599, applicants entered into an agreement in March, 1937, whereby Edison leased to Pacific a portion of Edison's Magunden Substation. Such agreement specified that certain monthly payments would be made to Edison to cover the operation of not to exceed four 70-kv circuits and six 11-kv circuits. Since the date of the original agreement certain additional facilities have been installed which are to be operated by Edison personnel for the benefit of Pacific. In addition, wage

levels have risen substantially since the date of the original agreement. It is for these reasons that Pacific has now agreed to pay a greater compensation to Edison for its services.

The aforesaid supplemental letter agreement provides that upon thirty days' notice by either party the amount of compensation to be paid to Edison for its services may be reviewed in the future and redetermined where necessary but not more frequently than once every five years. It further provides that the supplemental letter agreement shall not become effective until authorized by this Commission but that upon obtaining such authorization the 1937 agreement shall be deemed to be amended as of August 1, 1954. Both the original agreement and the supplemental letter agreement contain a clause stating that they shall at all times be subject to such changes or modifications by this Commission as the Commission from time to time may direct in the exercise of its jurisdiction.

The Commission being of the opinion that the requests of applicants should be granted and that a public hearing in this matter is unnecessary,

IT IS ORDERED that Southern California Edison Company and Pacific Gas and Electric Company be and they are hereby authorized to carry out the terms and conditions of that certain supplemental letter agreement dated November 18, 1954, and attached to the application herein as Exhibit A.

IT IS HEREBY FURTHER ORDERED that Pacific Gas and Electric Company shall file with this Commission, within thirty days after the effective date of this order, two certified copies of the aforesaid supplemental letter agreement as executed. Further, applicant

shall notify this Commission of the date of termination of said agreement within thirty days after said date of termination.

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

Dated at San Francisco, California, this 7<sup>th</sup> day of FEBRUARY, 1955.

*W. E. Mitchell*  
President  
*Justice J. Caswell*  
*Raymond L. ...*

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Commissioners