

ORIGINAL

Decision No. 51236

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of)
 PACIFIC GAS AND ELECTRIC COMPANY, a)
 corporation, and the CITY OF REDDING,)
 a municipal corporation, for an)
 order of the Public Utilities)
 Commission of the State of California)
 authorizing the former to sell and)
 convey to the latter the electric)
 distribution facilities referred to)
 in this petition, in accordance with)
 the terms of a contract dated)
 December 24, 1954.)
 (Electric))

Application No. 36752

O R D E R

Pacific Gas and Electric Company, a corporation, (herein-
 after called Pacific), and City of Redding, a municipal corporation,
 (hereinafter called City), by their application filed on February 24,
 1955, applied for authority for Pacific to sell certain electric
 distribution facilities situated in the area known as the Grand View
 Subdivision to City for, (a) the sum of eleven thousand five hundred
 and thirty-nine and 00/100 dollars (\$11,539.00), plus California state
 sales tax of three hundred forty-six and 17/100 dollars (\$346.17), and
 (b) the actual costs of any additions to and betterments of said
 facilities made subsequent to October, 1954, and prior to the con-
 veyance of said facilities to said City, together with fifteen (15)
 per cent of said costs, and also the California state sales tax
 applicable to the costs of such additions and betterments, in
 accordance with the terms of a contract dated December 24, 1954. A
 copy of the contract is attached to the application as Exhibit No. 1.

Under the terms of this contract, Pacific is to sell and
 convey to City certain electric distribution facilities in the area

known as the Grand View Subdivision of said City of Redding. The electric distribution facilities which are to be conveyed are delineated on the map attached to the contract as Exhibit "A" entitled "Sketch Showing Electric Distribution Lines Serving Grand View Subdivision, Redding, Proposed to be Sold to City of Redding." It is understood that no customers' advances for construction and contributions in aid of construction are outstanding in this area.

The agreement provides that it shall not become effective until the Commission shall, by order, authorize Pacific to carry out its terms. City now owns certain electric distribution systems within the corporate limits of the City of Redding and immediately adjacent thereto, by means whereof it furnishes and supplies electric service to many of the residents thereof. Applicants allege that the furnishing of electric service by City to the customers in the Grand View Subdivision at City's present effective rates and charges will not result in the charging or collecting from said customers of rates or charges in excess of those now paid by said customers for electric service furnished by Pacific.

It appears that City, upon acquisition of the properties which would be transferred under the contract, is ready and willing to supply electric service to some 79 customers now served through said properties and that the request of Pacific and City is not adverse to the public interest. The action taken herein shall not be construed to be a finding of the value of the property herein authorized to be transferred.

It appearing that a public hearing is not necessary herein and that the application should be granted, subject to certain conditions,

IT IS HEREBY ORDERED that Pacific Gas and Electric Company may, on or after the effective date hereof, and on or before

December 24, 1956, sell to the City of Redding in accordance with the terms of an agreement dated December 24, 1954, a copy of which is attached to the application, the electric distribution facilities described therein and as shown by the map entitled "Sketch Showing Electric Distribution Lines Serving Grand View Subdivision, Redding, Proposed to be sold to the City of Redding" attached to the application, subject to the following condition:

Applicants shall, within thirty days thereafter notify this Commission in writing, of the completion of the property transfer herein authorized.

IT IS HEREBY FURTHER ORDERED that Pacific Gas and Electric Company, concurrently with the consummation of the sale and transfer to the City of Redding of the properties described above, may cease furnishing and supplying electric service to customers presently served by it by means of said properties and is relieved of the duties and responsibilities of an electric corporation within the area served by means of said properties and lying within the area known as Grand View Subdivision in the City of Redding.

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

Dated at Los Angeles, California, this 21st day of March, 1955.

John E. Mitchell
President

JUSTIN F. CREW

Paul J. Winter

Mildred J. Dooler

Commissioners