

ORIGINAL

Decision No. 51836

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
PACIFIC GAS AND ELECTRIC COMPANY and)	
SOUTHERN CALIFORNIA EDISON COMPANY)	Application No. 36585
for authority to carry out an agree-)	(Second Supplemental)
ment for the sale of electric power)	
and energy, dated November 10, 1954.)	

SECOND SUPPLEMENTAL OPINION AND ORDER

Pacific Gas and Electric Company and Southern California Edison Company, by this Commission's Decision No. 51093 issued February 7, 1955, were authorized to carry out the terms of a letter agreement dated November 10, 1954, whereby Pacific would supply Edison power up to a total of 125,000 kw for the period July 1, 1954, to and including March 31, 1955, and up to a total of 100,000 kw thereafter, together with such energy as Edison might require until the termination of said agreement, which termination was estimated to be September 1, 1956. By this Commission's Decision No. 51528, applicants were authorized to carry out a supplemental agreement dated April 5, 1955, whereby the period during which Pacific would supply Edison up to a total of 125,000 kw would be extended from March 31, 1955, to and including May 31, 1955.

Under date of June 2, 1955, applicants entered into and executed a second supplemental letter agreement whereby Pacific would supply Edison up to a total of 125,000 kw for the period July 1, 1954, until termination, such date of termination still

being estimated at September 1, 1956. Charges for deliveries after May 31, 1955, are as follows:

- (a) Demand Charge -- \$206,250.00 per month. ✓
- (b) Energy Charge -- (to be added to Demand Charge) -- \$.00335 per kwh, provided, however, that the energy charge shall be 4 mills per kwh for a quantity of energy each day equal to the generation, if any, required of Pacific's 400 lb. steam-electric generating plants because of deliveries to Edison, but not to exceed the sum of the following:
 - (1) the amount of energy applicable to capacity in excess of 100,000 kw supplied to Edison in that day, plus
 - (2) the excess, if any, of the balance of the energy supplied to Edison in that day over 1,978,720 kwh.

In all other respects the letter agreement of November 10, 1954, would remain in full force and effect.

The Commission being of the opinion that the letter agreement of November 10, 1954, as amended and modified by the letter agreements of April 5, 1955, and June 2, 1955, is fair, just and reasonable to each of the parties thereto, and is not adverse to the public interest, and being of the further opinion that a public hearing in this matter is unnecessary,

IT IS HEREBY ORDERED that Pacific Gas and Electric Company and Southern California Edison Company be, and they are hereby, authorized to carry out the terms of the supplemental letter agreement dated June 2, 1955; further, 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 of June 2, 1955, as executed,

and 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 16th day of August, 1955.

John E. McLaughlin
President
James A. O'Connell
Robert W. O'Connell
William J. O'Connell
P. H. Hardy
Commissioners