Decision No. 51856

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SOUTHERN CALIFORNIA EDISON COMPANY,)
a corporation, for an order of the)
Public Utilities Commission of the)
State of California authorizing it to carry out the terms of an agree —)
ment with the City of Anaheim, a)
municipal corporation, for the furnishing of electric service to said)
City for resale purposes.

Application No. 33015 (1st Supplemental)

OPINION AND ORDER ON FIRST SUPPLEMENTAL APPLICATION

By this first supplemental application, Southern California Edison Company requests authority to enter into and carry out the terms of a supplemental letter agreement dated May 25, 1955, and a supplemental agreement dated January 7, 1955, with the City of Anaheim.

These supplemental agreements amend an agreement dated November 13, 1951, authorized by Decisions Nos. 46925 and 48704. Under the agreement applicant presently supplies the total electric energy requirements of the City of Anaheim. The City of Anaheim owns and operates the electric utility properties within the territorial limits of said city except for a substation located at 518 South Los Angeles Street in the City of Anaheim which is owned and maintained by the applicant.

In Decision No. 50449 in Application No. 33952, applicant was authorized to negotiate a monthly rental charge for the substation facilities. A monthly rental based upon a formula of 1th per cent per month of the recorded book cost of the substation facilities existing from time to time was agreed upon by the applicant and the City of

Anaheim. In accordance with this formula the initial monthly rental is stated to be \$578.43, based on a recorded book cost of \$46,274.20 for existing facilities. The supplemental letter agreement states that the above rental shall start on September 13, 1954.

The original agreement of November 13, 1951 provides that should the company be requested by the City of Anaheim to serve customers within the city limits, which would require the construction of additional lines and facilities, such service would be rendered subject to the terms and conditions of an agreement entered into at the time such request is made.

Applicant states that the city has now requested the applicant to supply the new shopping center of the Broadway-Hale Stores, Inc., located within the city limits of Anaheim, and applicant and city have entered into an agreement dated January 7, 1955. It will be necessary for applicant to install new distribution facilities and city has recognized that such expenditures can only be justified if the applicant is assured of rendering such service continuously for a period of 10 years. The city agrees to waive for such period its right and privilege of serving such customers, as provided in the agreement of November 13, 1951, and of purchasing such lines and facilities during such 10-year period.

Except as supplemented and amended by these agreements the original agreement dated November 13, 1951, shall remain in full force and effect.

The supplemental agreements provide that they shall at all times be subject to such changes and modifications by this Commission as said Commission may from time to time direct in the exercise of its jurisdiction.

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

IT IS HEREBY ORDERED that Southern California Edison Company be and it is authorized to carry out the terms of the supplemental agreement dated January 7, 1955, and the supplemental letter agreement dated May 25, 1955, copies of which are marked Exhibits I and III, respectively, and attached to the application, to render the service therein specified and to charge and collect the rates stated therein.

IT IS HEREBY FURTHER ORDERED that Southern California Edison Company shall file with this Commission a statement promptly after termination of said supplemental agreements showing the date when said agreements were terminated.

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

Commissioners