

Decision No. 53472

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 SOUTHERN CALIFORNIA EDISON COMPANY, )  
 a corporation, and CALIFORNIA )  
 ELECTRIC POWER COMPANY, a corpora- )  
 tion, for an Order of the Public )  
 Utilities Commission of the State )  
 of California authorizing a certain )  
 agreement by and between Applicants. )

Application No. 27120  
 (Second Supplemental)

SECOND SUPPLEMENTAL OPINION AND ORDER

By the above-entitled second supplemental application, filed June 11, 1956, Southern California Edison Company and California Electric Power Company request an order of this Commission authorizing said applicants to carry out the terms of a contract dated March 1, 1956, and referred to as contract amending "Eagle Mountain Delivery Supplemental Contract". A copy of said contract is attached to the application as Exhibit "A".

Heretofore, applicants entered into a contract dated May 31, 1945, known as the Edison-California Electric 1945 Service Contract, authorized by the Commission's Decision No. 38628, dated January 22, 1946, in Application No. 27120. This contract provided, among other things, for Edison to accept at Hoover Power Plant certain electric energy to which California Electric is entitled, and deliver such energy to California Electric at the Edison Highgrove Substation or other delivery points as may be agreed upon.

Subsequently, applicants executed certain supplemental and amending contracts and written agreements to carry out the

1945 service contract as follows:

1. Iron Mountain Delivery Supplemental Contract dated May 31, 1945, providing for an alternate delivery point; Decision No. 38628, dated January 22, 1946.

2. Eagle Mountain Delivery Supplemental Contract dated November 5, 1947, providing for an alternate delivery point at a minimum billing demand of 1,000 kw; Decision No. 45250, dated January 16, 1951.

3. Letter Agreement Modifying Edison-California Electric 1945 Service Contract, dated June 3, 1947, providing for accounting procedures. Authorized by Resolution No. E-576, dated July 24, 1947.

4. Letter Agreement Modifying 1945 Service Contract, dated May 12, 1948, providing for temporary deliveries from Edison's 66 kv Chino-Declez line. Authorized by Resolution No. E-621, dated June 29, 1948.

5. Contract Amending Eagle Mountain Delivery Supplemental Contract, dated March 11, 1953, providing for increasing minimum billing demand from 1,000 kw to 1,500 kw, for service by California Electric to Kaiser Steel Company. Filed with Commission by letter dated August 24, 1953.

The letter agreements referred to above have terminated by their own terms.

Applicants have now entered into a contract dated March 1, 1956, amending Article 7 and Article 11 of the contract

of November 5, 1947, in order to provide for an increase in transformer capacity and increased minimum billing demand from 1,500 kw to 2,500 kw for service by California Electric to the Eagle Mountain Mine of Kaiser Steel Company. California Electric's annual payment to Edison for the use of spare capacity in the Metropolitan Water District's installed transformers is increased from a minimum of \$2,250 to a minimum of \$3,750 by this agreement. Said amending contract dated March 1, 1956, is to become effective as of its date, and will supersede the Eagle Mountain Delivery Supplemental Contract dated March 11, 1953.

Applicants allege that said contract of March 1, 1956, is beneficial from the viewpoint of their security holders, and their respective customers.

The Commission having considered the request of applicants, and being of the opinion that the application should be granted and that a public hearing is not necessary, therefore,

IT IS HEREBY ORDERED that Southern California Edison Company and California Electric Power Company be, and they are authorized to carry out the terms and conditions of that certain written contract, dated March 1, 1956, and entitled Contract Amending Eagle Mountain Delivery Supplemental Contract, a copy of which is attached to the second supplemental application herein.

IT IS FURTHER ORDERED that applicants shall file a statement with the Commission promptly after termination of the contract showing the date when said contract was terminated.

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

Dated at San Francisco, California, this 20th day of July, 1956.

[Signature]  
President

[Signature]  
[Signature]

[Signature]  
Commissioners