

ORIGINALDecision No. 54652

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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| In the Matter of Application of) | |
| CALIFORNIA ELECTRIC POWER COMPANY) | |
| for approval of certain changes) | Application No. 38761 |
| in agreement with IMPERIAL IRRI-) | |
| GATION DISTRICT.) | |

OPINION AND ORDER

By the above-entitled application, filed January 24, 1957, California Electric Power Company requests authority to carry out the terms and conditions of two letter agreements with the Imperial Irrigation District, dated November 30, 1956, and January 11, 1957. A copy of each letter agreement is attached to the application as Exhibits A and B, respectively.

The letter agreements, Exhibits A and B herein, supplement and affect the basic agreement for the Exchange, Sale and Purchase of Electric Energy, dated October 15, 1943, authorized by Decision No. 36622, in Application No. 25761. Amendments to the basic agreement were authorized by Decisions Nos. 45485, 52710, and 53660.

The amending letter agreement of April 11, 1956, authorized by Decision No. 53660, sets forth a plan for mutual assistance in meeting expected loads estimated to prevail from March 1, 1957 to April 1, 1959. The agreement dated November 30, 1956, Exhibit A, extends the term of this mutual assistance for a maximum of two months, that is, to June 1, 1959.

The agreement dated January 11, 1957, Exhibit B, states that applicant proposes to construct a transmission line from Blythe to the Kaiser Eagle Mountain Mine area to serve the Kaiser Mine and surrounding area. The District has indicated its willingness to

make available to applicant an additional 7,500 kilowatts at Blythe during the peak months of July, August, and September, 1958, subsequent to the completion of said transmission line, to serve applicant's Kaiser Eagle Mountain Mine area load, subject to certain rates and conditions set forth in the agreement.

Applicant agrees to pay District at the following rates, for all energy taken from District at Blythe and transmitted to the mine area.

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|---|------------------------------------|-------------------|
| Demand Charge: | | <u>Per Month</u> |
| First | 500 kw or less of billing demand | \$523.85 |
| | All over 500 kw of billing demand | 0.94 per kw |
| Energy Charge: (to be added to demand charge) | | <u>Base Rates</u> |
| First | 100 kwhr per kw per month | 1.02¢ per kwhr |
| Next | 100 kwhr per kw per month | 0.91¢ per kwhr |
| | All over 200 kwhr per kw per month | 0.81¢ per kwhr |

Certain special conditions apply to the above rates, including a 10 per cent primary voltage discount and effective energy charges reflecting a fuel clause applied to the base rates.

The Commission takes notice of the fact that applicant has filed with the Commission a complaint, Case No. 5815, involving the load and the territory in the vicinity of Eagle Mountain, Riverside County. This is the load for which applicant has secured additional capacity by its letter agreement with Imperial Irrigation District, dated January 11, 1957. The Commission also has issued an order instituting investigation, Case No. 5898, into the operations, operating authority, service and service areas of applicant in the County of Riverside. The order issued herein is without prejudice to either party to the aforesaid cases.

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

IT IS HEREBY ORDERED as follows:

1. That California Electric Power Company be and it is authorized to carry out the terms and conditions of the letter agreements, dated November 30, 1956, and January 11, 1957, with Imperial Irrigation District.

2. That California Electric Power Company shall file a statement with this Commission promptly after termination of each letter agreement showing the date when said agreement was terminated.

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

Dated at San Francisco, California, this 12th day of MARCH, 1957.

[Signature]
President
[Signature]
[Signature]
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Commissioners