

**ORIGINAL**Decision No. 56526

## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
 PACIFIC GAS AND ELECTRIC COMPANY,  
 for an order granting and conferring  
 upon applicant all necessary permis-  
 sion and authority to carry out the  
 terms and conditions of a written  
 contract with THE PACIFIC TELEPHONE  
 AND TELEGRAPH COMPANY, dated  
 February 26, 1958.  
 (Electric)

Application No. 39909

OPINION AND ORDER

By this application Pacific Gas and Electric Company requests authority to enter into and carry out the terms and conditions of an agreement dated February 26, 1958, with The Pacific Telephone and Telegraph Company, herein called customer. A copy of the agreement, marked Exhibit No. 1, is attached to the application.

The agreement states that customer has requested applicant to furnish electric service for power and lighting purposes to a micro-wave radio relay station located on Walker Ridge, approximately 15 miles east of Clearlake Oaks, Lake County.

It will be necessary for applicant to furnish and install approximately 32,914 feet of new 12 kv, 3-phase electric distribution pole line, three 10-kva transformers and other miscellaneous facilities. The total estimated net cost is \$40,969.

Applicant states that the cost of said extension is substantially higher than average due to the rugged terrain involved, and that there is little prospect of new customers being served from the extension. It has invoked Section G, of its Rule and Regulation No. 15 to protect itself against inequitable expenditures in this instance.

The agreement provides that customer is to take energy for lighting and small power purposes in accordance with applicant's Schedules A-6 and P-1, respectively. Customer agrees to pay applicant the sum of \$35,469, being the difference between the estimated net cost of said facilities and five times the estimated annual revenue of \$1,100 to be derived thereunder, and furthermore, to pay an annual fixed charge of 9 per cent of the said advance payment. The advance payment is subject to refund and the annual fixed charges are subject to adjustment should separately metered, new permanent load be served directly from facilities which will be installed under the agreement.

The agreement provides that it shall continue in force for a term of five years from and after the date electric service is first supplied to customer and shall continue thereafter until terminated by either party giving the other 30 days' written notice. The agreement further provides that it shall not become effective until authorized by this Commission and that at all times it shall be subject to such change or modification 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 thereon is not necessary, therefore,

IT IS HEREBY ORDERED that Pacific Gas and Electric Company be and it is authorized to carry out the terms and conditions of the written agreement dated February 26, 1958, with The Pacific Telephone and Telegraph Company and to render the service described therein under the terms, charges and conditions stated therein.

IT IS FURTHER ORDERED that Pacific Gas and Electric Company shall file with this Commission a statement showing the date electric service is first supplied under said agreement and subsequently shall file a statement promptly after termination 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 15<sup>th</sup> day of April, 1958.

*E. P. Mitchell*  
President  
*Paul E. Wintergreen*  
*Matthew J. Doherty*  
*E. J. ...*  
*Theodore J. Jenner*  
Commissioners