## ORIGINAL

## Decision No. <u>57006</u>

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of PACIFIC GAS AND ELECTRIC COMPANY and the CITY OF PALO ALTO for an order authorizing the former to sell and convey to the latter the gas distribution facilities referred to in this petition, in accordance with the terms of a Bill of Sale dated March 25, 1958. (Gas)

Application No. 40187

## OPINION AND ORDER

Pacific Gas and Electric Company and the City of Palo Alto, in this application filed June 20, 1958, request an order of this Commission conferring upon Pacific all necessary authority to sell certain gas facilities to the City of Palo Alto in accordance with the terms of a Bill of Sale dated March 25, 1958. A copy of the Bill of Sale is attached to the application as Exhibit A. Pacific further requests an order authorizing it, concurrently with the sale and transfer to City of the properties involved, to be relieved of the duties and responsibilities of a gas corporation within the area (designated as Stanford Annexation No. 3) wherein the Stanford Convalescent Home is located.

Under the terms of the Bill of Sale, Pacific is to sell and convey to City certain gas distribution facilities which supply the Stanford Convalescent Home, which is included in an area annexed by the City. This annexation was certified on December 7, 1953 by the Secretary of State of the State of California. The location of the gas distribution facilities which are to be conveyed are delineated on the map attached to the Bill of Sale.

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The City has agreed to pay Pacific the amount of \$1,588 including sales tax of \$26 for the facilities which include 295 feet of 2-inch main, 6 meters and 7 regulators.

It appears that the City is ready and willing to supply gas service to the customers now served through the facilities proposed to be sold by Pacific and that the requests of Pacific and City should be granted. The action taken herein shall not be construed to be a finding of the value of the properties herein authorized to be transferred.

The Commission, having considered the requests of the applicants and being of the opinion that the application should be granted and that a public hearing is not necessary, and it appearing to the Commission that the proposed transfer of property will not be adverse to the public interest, therefore

IT IS HEREBY ORDERED that the Pacific Gas and Electric Company be, and it is, authorized to sell and convey to the City of Palo Alto the gas distribution facilities described in the Bill of Sale dated March 25, 1958.

IT IS FURTHER ORDERED that Pacific Gas and Electric Company, concurrently with the consummation of the sale and transfer to the City of Palo Alto of the properties described above, cease furnishing and supplying gas service to customers presently served by it by means of said properties and that it be relieved of the duties and responsibilities of a gas corporation within the area wherein the Stanford Convalescent Home is located (designated as Stanford Annexation No. 3).

In the event that the City of Palo Alto does not consummate the purchase of the properties under the Bill of Sale dated

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March 25, 1958 within two years after said date, the authority granted herein shall expire.

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

Dated at Anthenna, California, this 22-1,958. day of President

Commissioners