

ORIGINAL

Decision No. 57760

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 of the Public Utilities Commission)
 of the State of California granting and)
 conferring upon applicant all necessary)
 permission and authority to carry out)
 the terms and conditions of a written)
 contract for the sale of electric power)
 and energy by and between applicant and)
 the CITY OF SANTA CLARA, dated October)
 26, 1955, (Exhibit "A" hereof).)

Application No. 37592
(First Supplemental)

FIRST SUPPLEMENTAL OPINION AND ORDER

By the above-entitled First Supplemental Application filed October 28, 1958, Pacific Gas and Electric Company requests an order of the Commission authorizing it to carry out the terms and conditions of the supplemental letter agreement dated September 8, 1958, with the City of Santa Clara. A copy of the said supplemental letter agreement is attached to the First Supplemental Application as Exhibit "B".

Pursuant to the authorization granted by the Commission in its Decision No. 52626, dated February 14, 1956, in Application No. 37592, the Pacific Gas and Electric Company has been rendering electric service to the City of Santa Clara in accordance with the terms and conditions of a written contract dated October 26, 1955. Under Section 8 of the contract of October 26, 1955, electric energy has been delivered to the City of Santa Clara at 12,000 volts at a point where the electrical conductors of Pacific connect with those of Santa Clara at Pacific's 110/12 kv Kifer Substation, located on the west side of Santa Clara-Alviso Road, between Bayshore Highway and Kifer Road in Santa Clara County.

Santa Clara has advised Pacific that its future load requirements will be better served by delivery at 60 kv; that it has installed a new 60/12 kv, 15 mva substation; that it proposes to construct a 60/12 kv, 22/33.3 mva substation adjacent to Pacific's Kifer Substation; and that it will ultimately discontinue 12 kv service and take all delivery from Pacific at 60 kv. Pending full conversion of its system Santa Clara requests that Pacific supply 60 kv service in addition to the present 12 kv service.

The supplemental letter agreement dated September 8, 1958, sets forth the conditions under which Pacific will render 60 kv service to Santa Clara in addition to the present 12 kv deliveries.

Pacific estimates that the cost of the 60 kv metering equipment and oil circuit breakers to be installed by Pacific for the 60 kv connection will be \$45,000. The supplemental letter agreement provides that a monthly charge of \$562.50 (1-1/4 per cent of \$45,000) will be added to Santa Clara's bill for electric power and energy supplied, to compensate Pacific for its continuing cost of ownership of these facilities. This monthly charge will terminate at such time as Santa Clara has made arrangements with Pacific to receive all of its service at 60 kv.

Under the terms of the supplemental letter agreement, the meter readings of the 60 kv meter to be installed will be combined with the readings of the existing 12 kv meters and billed under the same rates and conditions applicable to 12 kv delivery.

The letter agreement of September 8, 1958, provides that the initial capacity to be supplied from the 60 kv connection to be made will not exceed 8,000 kva, the capacity Pacific has available from its existing 60 kv facilities at Kifer Substation.

It is provided that the supplemental letter agreement shall not become effective until this Commission by its order shall authorize Pacific to carry out the terms and conditions thereof, and it shall at all times be subject to such changes or modifications by the Commission as it may, from time to time, direct in the exercise of its jurisdiction.

Except as amended by this supplemental letter agreement of September 8, 1958, the terms and conditions of the existing contract of October 26, 1955, shall remain in full force and effect.

The Commission having considered the request of applicant and being of the opinion that the supplemental application should be granted and that a public hearing 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 supplemental letter agreement dated September 8, 1958, with the City of Santa Clara, and to render service under the terms, charges and conditions stated therein.

IT IS FURTHER ORDERED that Pacific Gas and Electric Company 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 30th day of December, 1958

[Signature]
President

[Signature]

[Signature]

[Signature]
Commissioners