# ORIGINAL

Decision No. 57991

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 issuing to applicant a certificate of public convenience and necessity to exercise the right, privilege and franchise granted to applicant by Ordinance No. 173 of the City Council of the City of Ceres, County of Stanislaus, State of California. (Gas)

Application No. 40617

rissey and icant.

n this proceeding,

and necessity to

anchise granted by the

ation, maintenance, and use

Paci

asks for a cert. exercise the righ. City of Ceres, permit.

of a gas distribution and transmission system in the streets of said city. A public hearing was held before Examiner Thomas E. Daiy, on January 20, 1959, at San Francisco.

The franchise referred to, a copy of which is attached to the application and designated as Exhibit A, was granted by the city in accordance with the Franchise Act of 1937 and is of indeterminate duration. A fee is payable annually to the city equivalent to 2 per cent of the gross receipts arising from the use, operation, or possession of the franchise, but not less than 1 per cent of the gross annual receipts from sales of gas within the limits of the city under said franchise.

-1-

AG

A. 40617 AG

No. 173 of th

granted is s

1.

Th

Th.

The costs incurred by applicant in obtaining the franchise are stated to have been \$53.13, which amount does not include costs incident to this application.

No objection to the granting of the requested certificate has been entered. Furthermore, this utility or its predecessors have, for many years, served gas in and about the City of Ceres without competition. As of December 31, 1958, it served 1277 customers within the city from approximately 15.37 miles of gas mains therein.

After consideration is hereby found as a fact that public convenience ar the exercise by applicant of the right, priv ed to applicant by Ordinance

> ence and necessity herein ms of law:

, power to authorize the ise involved herein Sonvenience and necesort ate or enjoy such sity franch. Jublic convenience and necessity amount (exclusive of any tax or annual .ctually paid to the State or to a political subdivision thereof as the consideration for the grant of such franchise, certificate of public convenience and necessity or right.

2. That the franchise involved herein shall never be given any value before any court or other public authority in any proceeding of any character in excess of the cost to the grantee of the necessary publica-tion and any other sum paid by it to the municipality therefor at the time of the acquisition thereof.

#### A. 40617 AG

### O R D E R

The above-entitled application having been filed, a public hearing having been held, the matter having been submitted and now being ready for decision,

IT IS HEREBY ORDERED that a certificate of public convenience and necessity be and it is hereby granted to Pacific Gas and Electric Company to exercise the rights and privileges granted by the City of Ceres, Ording adopted September 8, 1958.

The effect the date hereof.

Dated

day of \_\_\_

ifornia, this <u>I</u>th

shall be twenty days after

resident

Commissioners

Commissioner Theodore H. Jonner, being necessarily absent, did not participate in the disposition of this proceeding.



## ORIGINAL

Decision No. 57991

AG

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 issuing to applicant a certificate of public convenience and necessity to exercise the right, privilege and franchise granted to applicant by Ordinance No. 173 of the City Council of the City of Ceres, County of Stanislaus, State of California. (Gas)

Application No. 40617

F. T. Searls, John C. Morrissey and John S. Cooper, for applicant.

#### <u>O P I N I O N</u>

Pacific Gas and Electric Company, in this proceeding, asks for a certificate of public convenience and necessity to exercise the rights and privileges of a franchise granted by the City of Ceres, permitting the installation, maintenance, and use of a gas distribution and transmission system in the streets of said city. A public hearing was held before Examiner Thomas E. Daly, on January 20, 1959, at San Francisco.

The franchise referred to, a copy of which is attached to the application and designated as Exhibit A, was granted by the city in accordance with the Franchise Act of 1937 and is of indeterminate duration. A fee is payable annually to the city equivalent to 2 per cent of the gross receipts arising from the use, operation, or possession of the franchise, but not less than 1 per cent of the gross annual receipts from sales of gas within the limits of the city under said franchise.

-1-

A. 40617 AG

The costs incurred by applicant in obtaining the franchise are stated to have been \$53.13, which amount does not include costs incident to this application.

No objection to the granting of the requested certificate has been entered. Furthermore, this utility or its predecessors have, for many years, served gas in and about the City of Ceres without competition. As of December 31, 1958, it served 1277 customers within the city from approximately 15.37 miles of gas mains therein.

After consideration it is hereby found as a fact that public convenience and necessity require the exercise by applicant of the right, privilege and franchise granted to applicant by Ordinance No. 173 of the City of Ceres.

The certificate of public convenience and necessity herein granted is subject to the following provisions of law:

- 1. That the Commission shall have no power to authorize the capitalization of the franchise involved herein or this certificate of public convenience and necessity or the right to own, operate or enjoy such franchise or certificate of public convenience and necessity in excess of the amount (exclusive of any tax or annual charge) actually paid to the State or to a political subdivision thereof as the consideration for the grant of such franchise, certificate of public convenience and necessity or right.
- 2. That the franchise involved herein shall never be given any value before any court or other public authority in any proceeding of any character in excess of the cost to the grantee of the necessary publication and any other sum paid by it to the municipality therefor at the time of the acquisition thereof.

-2-

## <u>O R D E R</u>

The above-entitled application having been filed, a public hearing having been held, the matter having been submitted and now being ready for decision,

IT IS HEREBY ORDERED that a certificate of public convenience and necessity be and it is hereby granted to Pacific Gas and Electric Company to exercise the rights and privileges granted by the City of Ceres, Ordinance No. 173, adopted September 8, 1958.

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

Da	ted at	San Francisco	, Califor	mia, this _ c	T.th.
day of	FEBRUA	RY, 1959.			
				tox	
				Pres Pres	ident
		1	Maher H	Jeslin	······································
					- 1

Commissioners

Commissioner Theodore H. Jonner, being necessarily absent, did not participato in the disposition of this proceeding.

.