

ORIGINALDecision No. 58050

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 December
 16, 1958.

Application No. 40756

(Electric)

OPINION AND ORDER

By this application Pacific Gas and Electric Company requests authority to enter into and carry out the terms and conditions of a written contract, dated December 16, 1958, with The Pacific Telephone and Telegraph Company. A copy of the contract, marked Exhibit A, is attached to the application.

The contract states that the customer has requested applicant to furnish electric service for power and lighting purposes to its radio telephone transmitter station site located on Alisal Hill in Rancho Cienega del Gabilan, approximately 8 miles southeast of Salinas, California.

It will be necessary for applicant to furnish and install approximately 8,682 feet of new 12 kv single-phase electric distribution pole line, one 5 kva 12,000-120/240 volt transformer, two meters, service wires and other miscellaneous components. The total estimated cost to applicant is \$5,293.

Applicant states that the line extension to customer's transmitter station is located in a hilly and sparsely populated area where there is little prospect of new customers being served therefrom. Because of this factor and the high cost to revenue ratio of approximately 33.3 to 1, applicant believes it reasonable to invoke

Section G, Exceptional Cases, of its Rule No. 15 to protect itself against inequitable expenditures in this instance.

The contract provides that the 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 \$4,498 toward the construction of said facilities, said sum being the difference between the estimated cost to Pacific of furnishing and installing said facilities and five times the estimated annual revenue of \$159 to be derived thereunder. Customer shall also pay an annual fixed charge of 9% of the said advance payment, or \$33.74 per month, commencing with the date of completion of the installation of said facilities. 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 to be installed hereunder.

The contract 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's 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 changes or modifications 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 as follows:

(1) Pacific Gas and Electric Company be and it is authorized to carry out the terms and conditions of the written contract, dated December 16, 1958, with The Pacific Telephone and Telegraph Company, and to render the service described therein under the terms, charges and conditions stated therein.

(2) Pacific Gas and Electric Company shall file with this Commission a statement showing the date electric service is first supplied under said contract and subsequently shall file a statement promptly after termination, showing the date when said contract was terminated.

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

Dated at San Francisco, California, this 24th day of February, 1959.

E. L. Fox
President
W. E. Hill
William J. ...
Theodore ...
Everett ...
Commissioners