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ORIGINALDecision No. 60001

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of SATICOY WATER COMPANY for)
Approval of Main Extension Agree-)
ment with NOB HILL ESTATES,)
INCORPORATED, a corporation.)

Application No. 41422

O P I N I O N

Saticoy Water Company, by an application filed August 24, 1959, requests authority to execute a contract with Nob Hill Estates, Incorporated, dated August 20, 1959, for payment of costs, subject to refund under the "Percentage of Revenue Method" (applicant's Rule 15), of in-tract and off-site water facilities, estimated at \$16,941.82, for the exclusive use of Unit No. 1 and successive units of the Nob Hill Estates tract, located in hilly terrain north of Foothill Road in the western portion of the utility's service area near Ventura.

The contract, which provides for an advance of \$10,740.59 as the estimated cost of in-tract mains and appurtenant installations, also calls for an advance of \$6,201.23 for construction of a 10-inch pipeline from the end of the company's present 10-inch main on Foothill Road, at the entrance to the Ondulando Highlands tract, to a junction with the company's 6-inch main on Via Baja, in the Ondulando Estates tract.

The Nob Hill properties formerly constituted a portion of Ondulando Estates, situated at a lower level nearer Foothill Road as is also Ondulando Highlands, and were acquired from Ondulando Estates in December, 1958. The agreement between the utility and Ondulando Estates, which is the subject of Application No. 41129 (heard with Application No. 40545 and four other applications on a consolidated record on August 26, 1959), although signed on March 31, 1959, three

months after the sale of the Nob Hills portion, was actually negotiated prior to such sale. The Ondulando Estates agreement, among other matters, provides for the payment by that development of its proportionate share of a 10-inch transmission main from Corbett Reservoir (the centrally-located present distribution reservoir in the utility's western service area) to the entrance to Ondulando Highlands on Foothill Road, pursuant to a plan (discussed in the opinion of the consolidated case) for reinforcing the company's storage and transmission capacity in that area which also involves eventual elimination of Sexton Reservoir, located southwest of the aforementioned tracts near the intersection of Sexton and Foothill Roads. Nob Hill Estates Unit No. 1 comprises 33 lots, Unit No. 2 may have 35 lots and Unit No. 3 is being planned for an additional unspecified number of lots. All homes in the development are substantial and occupy large, well-landscaped parcels of land.

Except for the 1,200-foot extension of 10-inch main from Foothill Road to Via Baja, no other off-site facilities will be required for Nob Hill Estates that are not already provided for in the agreements considered in Application No. 40545, et al, referred to above. The total estimated cost, \$16,941.82, to be adjusted to actual cost, will be refunded, as stated earlier, in accordance with the company's filed tariff rule provisions relating to the "Percentage of Revenue Method."

Except for the use of actual tract revenues as a basis for refund, no reason appears why the extension here considered could not have been negotiated under the utility's standard form of contract filed as part of its tariff schedules, since no other deviations from the main extension rule appear to be involved.

We find that the requested authority is not adverse to the public interest. Accordingly, the application should be granted. A public hearing is not deemed necessary.

O R D E R

The application herein having been considered and the Commission now being fully advised,

IT IS ORDERED that:

1. Applicant be and it is authorized to carry out the terms and conditions of the written main extension agreement with Nob Hill Estates, Incorporated, dated August 20, 1959, a copy of which is attached to the application.

2. Saticoy Water Company, within thirty days after execution of the agreement with Nob Hill Estates, Incorporated, a copy of which is annexed to the application herein, shall file with the Commission two fully conformed copies of said agreement, as executed, together with a statement of the date on which the agreements are deemed to have become effective.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 26th day of April, 1960.

[Signature]
President

[Signature]

[Signature]

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Commissioners