

ORIGINALDecision No. 60728

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
 California Electric Power Company, a
 corporation, for an Order Authorizing
 it to Sell, Transfer and Convey an
 Electric Distribution Line, Services
 and Facilities, and Rights of Way, to
 the City of Riverside, a municipal
 corporation.

Application No. 42469

OPINION AND ORDER

California Electric Power Company in this application
 filed July 13, 1960, and joined in by the City of Riverside,
 requests an order of this Commission to:

1. Authorize applicant to sell, transfer and convey to the
 City of Riverside electric distribution line, services and facilities
 and rights of way therefor, as described and upon the terms and
 agreements set forth in proposed bill of sale and instrument of
 conveyance attached to the application as Exhibit C.

2. Approve said bill of sale and instrument of conveyance
 between applicant and the City of Riverside.

3. Authorize applicant to abandon, discontinue and terminate
 the furnishing and supplying of electricity and electric service to
 the consumers of electricity within the area involved.

This area, annexed to the City of Riverside by and through
 Annexation No. 7, is located south of Indianapolis Avenue, east of
 Chicago Avenue, and north of the southerly railroad right of way of
 Southern Pacific Company in the City of Riverside. Said annexed
 area is shown on the map or plat attached to the application and
 marked as Exhibit B.

The City desires to purchase from applicant, and the latter is willing to sell to the former, applicant's electric facilities located within said Riverside Annexation No. 7.

Applicant states that the original cost of the distribution facilities located within this area is \$776.52 and the net book cost thereof is \$607.22. The negotiated sale price (reproduction cost new depreciated) agreed to be paid applicant by the City of Riverside for said distribution facilities, is the sum of \$1,055.63, plus applicable sales taxes of \$42.22.

It appears that City, upon acquisition of the properties which would be transferred under the agreement, is ready and willing to supply electric service to eleven customers now served through said properties. Applicant alleges that the furnishing of electric service by City at City's presently effective rates and charges to those customers affected by the transfer will not result in charging said customers rates or charges in excess of those now paid by said customers.

As of the date of this application applicant holds four guaranty deposits of customers in said Annexation No. 7, which deposits are \$15 each, for establishment of credit or payment of accounts for domestic electric service furnished by applicant to said depositors. Upon termination of electric service by applicant to said customers and depositors and rendition of closing bills for electric service furnished and provided to them up to the time of the sale and transfer of said distribution line, services and facilities to the City of Riverside, applicant will, in accordance with its filed Rule and Regulation No. 7-E-1, apply the deposits in payment of closing bills of said customers and depositors and promptly refund to them the balance of deposits in excess of the closing bills.

The action taken herein shall not be construed to be a finding of the value of the property herein authorized to be transferred.

The Commission having considered the request of applicant finds the proposed transfer will not be adverse to the public interest, that the application should be granted and that a public hearing is not necessary; therefore,

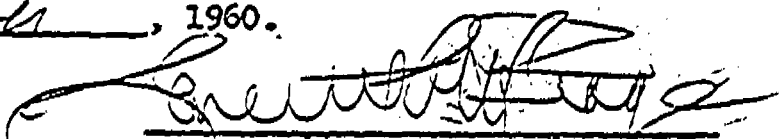
IT IS HEREBY ORDERED as follows:

1. California Electric Power Company may, on or after the effective date hereof, sell and transfer to the City of Riverside in accordance with the terms of the agreement attached to the application as Exhibit C, the electric distribution facilities described therein.
2. California Electric Power Company shall, within thirty days thereafter, notify this Commission in writing of the date of such completion of the property transfer herein authorized.
3. California Electric Power Company, concurrently with the consummation of the sale and transfer to the City of Riverside of the property described above, may cease furnishing and supplying electric service to the customers presently served by it by means of said properties and is relieved of the duties and responsibilities of an electrical corporation within the area described as the City of Riverside Annexation No. 7.
4. California Electric Power Company shall apply all deposits which customers are entitled to have refunded to the closing bills and promptly refund to such customers the balance, if any, by which the deposits exceed such closing bills.
5. California Electric Power Company shall notify this Commission of compliance with this order within sixty days after the transfer of property.

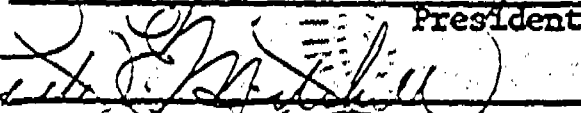
In the event the City of Riverside does not consummate the purchase of the properties under the terms of the agreement attached to the application as Exhibit C within two years after the effective date of this order the authority granted herein shall expire.


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

Dated at San Francisco, California, this
13th day of September, 1960.



President





Commissioners