ORIGINAL

Decision No. 62316

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of PACIFIC GAS AND ELECTRIC COMPANY and the CITY OF ROSEVILLE for an order authorizing the former to sell and convey to the latter certain electric distribution facilities in accordance with the terms of a contract dated April 13, 1961.

(Electric)

Application No. 43452

OPINION AND ORDER

Pacific Gas and Electric Company and the City of Roseville by this application filed May 31, 1961, request an order of this Commission (1) granting and conferring upon Pacific all necessary permission and authority to sell and convey to City certain electric facilities located in the City of Roseville and to consummate in accordance with its terms the contract dated April 13, 1961, and (2) relieving Pacific, concurrently with the sale and transfer to City of said facilities, of the duties and responsibilities (including all public utility obligations) of an electrical corporation within the area involved. A copy of the contract is attached to the application marked Exhibit A, and made a part thereof.

Under the terms of the contract Pacific agrees to sell to City Pacific's electric distribution facilities located in the areas known as Sunrise Avenue Annexation and Route 17 Annexation in the City of Roseville. City agrees to pay Pacific as the purchase price for said facilities a sum of \$14,984.00, plus sales tax of \$599.36, a total of \$15,583.36, and the total cost of any additions to and betterments of said facilities made by Pacific subsequent to November 1, 1960, and prior to the conveyance of said facilities to

City, together with 15 percent of such cost, plus sales tax applicable thereto. The current ad valorem taxes for the tax year in which the facilities are conveyed shall be prorated as of the date of such conveyance. The historical cost of these facilities new as of November, 1960, is estimated to be \$12,910.00.

Pacific alleges that during the 12-month period ended March 31, 1961, the total gross revenue derived from the sale of electric power to the 21 customers served from the facilities here involved amounted to \$20,358.00.

Pacific further alleges that the furnishing of electric service by the City to customers at City's effective rates and charges will not result in the charging or collecting of rates and charges in excess of those now paid by said customers for electric service furnished by Pacific.

There are no line extension deposits, no meter deposits, and no contributions in aid of construction involved in this sale.

The City, upon acquisition of the properties, agrees to assume all public utility obligations of Pacific to serve the customers supplied from these facilities.

Applicants allege that the contract of April 13, 1961, and all the terms and provisions thereof, are fair, just and reasonable to the parties thereto and that Pacific and City are desirous of consummating the contract.

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 the applicants finds that the 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 ORDERED that:

- 1. Pacific Gas and Electric Company may sell and convey to the City of Roseville, in accordance with the terms of the contract dated April 13, 1961, a copy of which is attached to the application, the electric distribution facilities described therein and shown by the map attached thereto.
- 2. Pacific Gas and Electric Company, concurrently with the consummation of the sale and transfer to the City of Roseville 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 electric corporation within the areas known as Sunrise Avenue Annexation and Route 17 Annexation in the City of Roseville.

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

Dated at San Francisco, California, this 25th

President

Commissioners