

ORIGINAL

Decision No. 63654

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 SANTA CLARA for an
order authorizing the former to sell
to the latter certain electric
facilities.

Application No. 44309

(Electric)

OPINION AND ORDER

The Pacific Gas and Electric Company (Pacific) and the City of Santa Clara (City), by this application filed March 30, 1962, request an order of this Commission granting Pacific authority to sell to City certain electric facilities located in the City of Santa Clara; to consummate this sale in accordance with the terms of a contract dated January 17, 1962; and to relieve Pacific, concurrently with the sale and transfer of the facilities, of the public utility duties and responsibilities of an electrical corporation within the area involved. A copy of the contract is attached to the application as Exhibit A.

The contract provides that Pacific sell for \$7,191.55, which includes sales tax, those electric distribution facilities installed as of May 1, 1961, in the area known as Agnew No. 1 in the City of Santa Clara. Any additions to and betterments of the facilities made by Pacific subsequent to May 1, 1961, are to be sold for total cost as determined by Pacific's standard accounting practice, plus 15 percent of cost, plus sales tax. The current ad valorem taxes for the tax year in which the facilities are

conveyed are to be prorated between Pacific and City. The electric facilities to be sold are shown on a map made a part of the contract. The historical cost new is estimated to be \$6,913 as of May 1961.

The contract contains the provision that it shall not become effective until the Commission shall, by its order, authorize Pacific to carry out the terms of the contract.

Pacific alleges that during the 12-month period ended January 31, 1962, service from the facilities here involved was supplied to one commercial customer and that gross revenue derived from the sale of electric power to this customer amounted to \$6,555.97.

The furnishing of electric service to this customer by City at its effective rates and charges will not result in the charging or collecting of rates or charges in excess of those now paid by the customer for electric service furnished by Pacific.

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

Applicants allege that the contract, and all of its terms and provisions are fair, just and reasonable to the parties thereto; that City intends, upon acquiring such properties, to furnish and supply electric energy to the customers now being served by means of the properties to be acquired; 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 proposed sale described in this application

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 transfer to the City of Santa Clara, in accordance with the terms of the contract dated January 17, 1962, 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 Santa Clara 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 public utility duties and responsibilities of an electric corporation within the area known as Agnew No. 1 in the City of Santa Clara.

3. Pacific Gas and Electric Company shall, within thirty days after such sale and transfer, notify this Commission in writing of the date thereof.

In the event the City of Santa Clara does not consummate the purchase of the property under the terms of the contract dated January 17, 1962, within two years after said date, 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 8th day of MAY, 1962.

[Signature]
President

[Signature]
George T. Crow

-3- [Signature]
Commissioners

APPENDIX A

Schedule No. 1

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered water service.

TERRITORY

The area known as Crenshaw-Baldwin Hills, and vicinity, located adjacent to the boundaries of Culver City, Inglewood, and Los Angeles, Los Angeles County. (T)

RATES

	<u>Per Meter</u> <u>Per Month</u>	
Quantity Rates:		
First 500 cu. ft. or less	\$ 1.50	(I)
Next 1,500 cu. ft., per 100 cu. ft.25	
Next 3,000 cu. ft., per 100 cu. ft.20	
Over 5,000 cu. ft., per 100 cu. ft.16	
Minimum Charge:		
For 5/8 x 3/4-inch meter	\$ 1.50	
For 3/4-inch meter	2.25	
For 1-inch meter	3.75	
For 1 1/2-inch meter	7.50	
For 2-inch meter	11.00	
For 3-inch meter	21.00	
For 4-inch meter	35.00	
For 6-inch meter	65.00	
For 8-inch meter	100.00	(I)

The Minimum Charge will entitle the customer to the quantity of water which that minimum charge will purchase at the Quantity Rates.