

ORIGINAL

Decision No. 64427

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 HEALDSBURG for an)
 order authorizing the former to sell)
 and convey to the latter the elec-)
 tric distribution facilities)
 referred to in this petition, in)
 accordance with the terms of a con-)
 tract dated June 5, 1962.)
 (Electric))

Application No. 44775

O P I N I O N

Pacific Gas and Electric Company requests authority to sell to the City of Healdsburg applicant's electric distribution facilities located within the area known as Solar Terrace Annexation.

The agreed consideration is \$905.89, plus the cost of any additions or betterments of said facilities up to the time of authorized conveyance together with 15 percent of such cost and the sales tax applicable thereto. The current ad valorem taxes for the tax year in which the facilities are conveyed are to be prorated as of the date of the conveyance.

It is alleged that the City of Healdsburg is the owner of certain electric distribution systems located within the city; that by means thereof it supplies electric services to many residents thereof; that the electricity furnished is purchased from applicant; that the properties which applicant proposes to sell are situated in an area which was recently annexed to the City of Healdsburg; that the City of Healdsburg is desirous of acquiring said facilities; that during the 12-month period ending May 31, 1962 applicant served 12 customers within the area herein considered and derived

therefrom the amount of \$1,021.96 in gross revenue; and that no line extension deposits and no contributions in aid of construction are involved in the sale.

The City of Healdsburg upon acquisition of the property agrees to assume all public utility obligations of applicant for territory served from these facilities and specifically for service to the present customers served from said facilities in addition to any future customers added by applicant prior to the conveyance of said facilities to the city.

The contract does not become effective until authorized by this Commission.

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

After consideration, the Commission finds that the proposed sale would not be adverse to the public interest. A public hearing is not necessary.

ORDER

Application having been filed and the Commission being informed in the premises,

IT IS ORDERED that:

1. Pacific Gas and Electric Company is authorized to sell and convey to the City of Healdsburg the electric distribution facilities described in the agreement dated June 5, 1962, Exhibit A, and Pacific Gas and Electric Company is authorized to consummate said transaction in accordance with the terms of said agreement.
2. Pacific Gas and Electric Company, concurrently with the consummation of sale and transfer to the City of Healdsburg of the

property described above, shall cease furnishing and supplying electric service to customers presently being served by it by means of said property and is relieved of the duties and responsibilities of an electrical corporation within the area involved.

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

4. Upon settlement of charges due, Pacific Gas and Electric Company shall refund all customers' deposits and advances which are subject to refund.

5. The authority granted herein shall expire in the event that City of Healdsburg does not consummate the purchase of the property under this agreement of June 5, 1962, within two years after said date.

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

Dated at San Francisco, California, this 23rd day of OCTOBER, 1962.

Robert E. [unclear]
 President

[unclear]

[unclear]

Frederick B. Hallock
 Commissioners