

Decision No. 66426

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
PACIFIC GAS AND ELECTRIC COMPANY for)
an order authorizing it to carry out)
a special facilities contract dated)
June 14, 1963 with THE FIRESTONE)
TIRE & RUBBER COMPANY.)

Application No. 45898
(Filed October 24, 1963)

(Electric)

OPINION AND ORDER

Pacific Gas and Electric Company requests authorization to carry out the terms and conditions of a special facilities contract dated June 14, 1963 with The Firestone Tire & Rubber Company, a copy of which is attached to the application as Exhibit A.

Pacific has agreed to furnish and supply electric power and energy to Firestone's plant near Salinas, under Pacific's filed Schedule A-13, General Service-Demand Metered. In connection with this service Firestone has requested that Pacific install loop service to its plant consisting of two high voltage incoming lines tied into a common bus through separate circuit breakers, for the purpose of providing a higher degree of continuity of electric service than that provided with only one source of supply, thereby preventing extensive losses to materials in the process of manufacture in the event of an interruption in service.

Pacific and Firestone entered into a special facilities contract dated June 14, 1963 in which Pacific agrees to install for Firestone's use, a loop kv line and two 60 kv oil circuit breakers at an estimated cost of \$93,260 over and above the cost of

facilities which Pacific would normally provide at its own expense. Firestone agrees to pay Pacific an advance of \$93,260 to cover the cost of the additional facilities which is in accordance with Pacific's filed Rule 15. In addition to the monthly rates and charges for service, the contract provides that Firestone shall pay to Pacific a monthly cost of ownership charge of \$699.45 which amount represents three-fourths of one percent of the advance charge.

Pacific estimates that it will receive an annual revenue of \$300,000 from the sale of electric energy to Firestone under its filed Schedule A-13 and that without the cost of ownership charge no additional revenue would be received by virtue of the investment in special facilities under Pacific's filed tariff schedules.

The application states that the contract may be terminated by either party on thirty days' advance written notice and upon discontinuance of the use of the special facilities, Firestone shall pay to Pacific the installed cost and estimated net removal costs.

The contract contains the provision that it shall not become effective until authorized by this Commission and that it shall be subject to such changes or modifications by the Commission as it may direct in the exercise of its jurisdiction.

Pacific states that service furnished under the special facilities contract will not result in a burden on other customers.

The Commission finds that the proposed contract is not adverse to public interest and concludes that the application should be granted. A public hearing is not necessary.

IT IS ORDERED that:

1. Pacific Gas and Electric Company is authorized to carry out the terms and conditions of the written special facilities contract dated June 14, 1963, with The Firestone Tire & Rubber

Company, a copy of which is attached to the application as Exhibit A.

2. Applicant shall file with this Commission, within thirty days after the effective date of this order, four certified copies of the contract as executed, together with a statement of the date on which said contract is deemed to have become effective.

3. Applicant shall file a statement with this Commission showing the date electric energy is first supplied under said contract and shall file a statement promptly after termination showing the date when said contract was terminated.

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

Dated at San Francisco, California, this 10th day of DECEMBER, 1963.

William W. Burns
President

Robert E. Mitchell
Robert W. Reago

George H. Hoover

Frederick B. Halbluff
Commissioners