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Decision No. <u>66591</u>

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## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of THE PACIFIC TELEPHONE ) AND TELEGRAPH COMPANY for authority ) to establish the Allendale special ) rate area within the Vacaville exchange. )

Application No. 45976 Filed November 19, 1963

## OPINION AND ORDER

The Pacific Telephone and Telegraph Company by the aboveentitled application requests this Commission, pursuant to Section 454 of the Public Utilities Code of the State of California, to authorize: (1) establishment of the Allendale special rate area in the Vacaville exchange as set forth in Exhibits A and B attached to the application; (2) the proposed rates shown in Exhibit C attached to the application; and (3) withdrawal of suburban telephone service within the proposed Allendale special rate area.

Applicant operates the Vacaville exchange in Solano County, California, and serves approximately 6,500 telephones within said exchange.

The special rate area as proposed encompasses a residential area in which most of the homes are individually constructed on lots of one-half acre or larger. The area is experiencing steady growth.

Applicant represents there is public demand for and it is in the public interest to establish the proposed Allendale special rate area.

At the present time, development within the proposed special rate area consists of a general store, a grammar school, fire station, repair shop and 157 residences.

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As of April 1963, applicant furnished service to 19 subscribers to urban service and 123 subscribers to suburban service within the proposed special rate area.

Applicant proposes rates for primary urban services within the Allendale special rate area equivalent to Vacaville base rates plus an increment equal to one-quarter miles of suburban mileage charge. This increment gives appropriate consideration to development within the proposed special rate area and its distance of about four-quarter miles from the base rate area, as delineated by applicant's Advice Letter No. 8628 issued October 25, 1963 to be effective November 25, 1963.

The present and proposed rates for principal classes of exchange service are set forth in Exhibit C and are as follows:

	Rate Per Month	
	Present*	Proposed
<u>Business</u>		
1-Party	\$ 7.00	\$ 7.50
2-Party	5.60	5.95
Semi Public	.75 plus .21 per day	1.25 plus
PBX Trunks	10.50	.21 per day 11.00
Suburban	5.10	
		Not offered
Farmer Line	1.55	1.65**
Residence		
1-Party	\$ 4.40	\$ 4.90
2-Party	3.60	3.95
4-Party	3.00	3.25
Suburban	3.50	Not offered
Farmer Line	.90	1.00**
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\* Plus Suburban Mileage Charges on Urban Services. \*\* Applicable to Service Connecting at Special Rate Area.

Applicant proposes to furnish Vacaville urban service outside the base rate area and the proposed Allendale special rate area at either special rate area rates plus suburban mileage charges to the nearest point on the special rate area boundary or at base rates plus suburban mileage charges to the nearest point on the base

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rate area boundary, whichever results in the lower charge to the subscriber. On this basis 11 subscribers to urban grades of service will have their mileage charges reduced.

Applicant estimates that the proposed rates would, assuming normal regrading of telephone services, increase its annual revenues by approximately \$200.

Applicant proposes to establish the Allendale special rate area within 12 months after approval of its proposal.

The Commission has given consideration to this matter and finds that a public hearing is not necessary and that a granting of the application, as herein provided, will result in improved service and will be in the public interest. The Commission further finds that such increases in rates and charges as will result from granting this application are justified and that, for the future, present rates, insofar as they differ from those herein prescribed, will become unjust and unreasonable upon the establishment of the Allendale special rate area; therefore,

IT IS ORDERED that:

1. After the effective date of this order and on or before January 30, 1965, applicant is authorized and directed to file with this Commission in conformance with General Order No. 96-A, tariff schedules revised to show Allendale special rate area within the Vacaville exchange with a boundary substantially as set forth on Exhibits A and B attached to the application and rates for service within said special rate area as set forth in Exhibit C attached to the application, and after not less than five days' notice to the Commission and to the public to make said rates effective for service coincident with the establishment of said special rate area.

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2. Applicant is authorized to withdraw suburban telephone service within the proposed Allendale special rate area upon establishment of such area.

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

Dated at \_\_\_\_\_ San Francisco , California, this \_\_\_\_\_ day of JANUARY \_\_\_, 1964. 3 ioners