

Decision No. 66595**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of
 CALIFORNIA ELECTRIC POWER COMPANY,
 PACIFIC GAS AND ELECTRIC COMPANY,
 SAN DIEGO GAS & ELECTRIC COMPANY and
 SOUTHERN CALIFORNIA EDISON COMPANY
 for an order authorizing applicants
 to carry out the terms and conditions
 of a California power pool agreement
 dated December 14, 1961.
 (Electric)

Application No. 44404

In the matter of the joint applica-
 tion of CALIFORNIA ELECTRIC POWER
 COMPANY and SOUTHERN CALIFORNIA
 EDISON COMPANY for authorization to
 carry out an interim power inter-
 change agreement dated July 24, 1962.

Application No. 44678

ORDER DENYING REHEARING

Petition for rehearing of Decision No. 66422 having been filed December 12, 1963 by California Electric Power Company, Pacific Gas and Electric Company, San Diego Gas and Electric Company, and Southern California Edison Company, and the Commission having considered said petition and each and every allegation therein, and being of the opinion that no good cause for granting rehearing has been made to appear, IT IS ORDERED that said petition be, and the same is, hereby denied.

IT IS FURTHER ORDERED that the second paragraph on page 8 of said Decision No. 66422 is hereby modified to read as follows:

"The Commission finds that the rates for service under the Agreement should in general be related to incremental costs. It is noted that with respect to

Economy Energy and associated energy under Economy Capacity Service all costs will be determined in advance and agreed to between the parties, but this record does not set forth all of said costs, nor the individual incremental cost components by location, and does not fully disclose the basis for negotiation and agreement between applicants on the rates and charges as set forth in the Agreement. The Commission finds that, except to the extent authorized herein, the applicants have not fully justified the terms and conditions of the Agreement."

Dated at San Francisco, California, this
14th day of January, 1964.

William La Berrud
 President

John E. Smith

Walter P. Rigg

George H. Brown

Frederick B. Holdhoff
 Commissioners