

ORIGINALDecision No. 67551

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
CALIFORNIA WATER & TELEPHONE COMPANY
for authorization to carry out the
terms of a certain contract.

) Application No. 46256
) (Filed March 3, 1964)

OPINION AND ORDER

Applicant requests authority to execute a contract with Del Monte Properties Company, dated February 14, 1964 (Application, Exhibit 1 and attached map, Exhibit "A"), which provides for construction of water facilities, over a period of years, in a planned community development in and adjacent to the City of Monterey on property owned by Del Monte, which joins in the request.

The contract provides for the initial development, for residential and commercial purposes, of four areas (A,B,C,K, Exhibit "A" of Exhibit 1) located north of the California State Freeway and for later similar development of seven areas south of the freeway, subject to adjustment based upon economic considerations, governmental regulation and other pertinent matters.

The agreement proposes, in the interest of orderly development and avoidance of unnecessary duplication, that Del Monte assume the cost, estimated at \$136,100 and not subject to refund, of presently installing transmission mains and a steel storage tank of a size sufficient to serve the entire area, plus an additional storage tank, estimated to cost \$57,500, also without refund, if needed later. Distribution systems, hydrants and

services in the initial four areas would be installed pursuant to applicant's main extension rule. Future mains, services and fire hydrants for the remaining seven areas south of the freeway, plus 3,250 feet of 8 inch main and a pumping plant common to all areas, the whole estimated to cost \$176,700, would be installed as needed at applicant's expense. Facilities in excess of those specified in the contract, if required in the future, would be installed at the expense of Del Monte or the then owner of the property, without refund. Del Monte also has agreed to grant easements for laying and maintaining pipe lines and for access thereto and to grant, without cost to applicant, designated or appropriate sites for tank and pump installations. (See Exhibit 1 and Exhibits "A", "B" and "C" thereof for details of the above arrangements.)

Applicant alleges that the foregoing proposal will approximate the results which would be anticipated if the total costs were advanced by Del Monte and refunds were made by applicant based on the revenues received.

We find that the proposed contract is not adverse to the public interest. A public hearing is not necessary.

Therefore, IT IS ORDERED that applicant, after the effective date of this order, may execute the contract referred to herein and may deviate from its main extension rule to the extent

required therein, and, within thirty days thereafter shall file with the Commission two fully conformed copies thereof, as executed.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 21st day of JULY, 1964.

Frederic B. Holcomb
President
Peter E. Mitchell

George T. Hoover
William La Benda
Commissioners

*I dissent.
Justification
for the author-
ity requested
has not been
shown.
Eugene P. [Signature]*