

ORIGINALDecision No. 68530

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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| In the Matter of the Application of) | |
| CALIFORNIA WATER & TELEPHONE COMPANY) | Application No. 47049 |
| for authorization to carry out the) | (Filed October 16, 1964) |
| terms of a certain contract.) | |

OPINION AND ORDER

Applicant seeks authority to execute an agreement, dated October 14, 1964 (Exhibit 1), for installation of water service facilities, including a pumping plant and reservoir, at a total estimated cost of \$59,200 for service to Rancho Tierra Grande No. 2, a 59-lot portion of a 475-acre subdivision development of Paul F. Porter in the Carmel Valley, Monterey County.

The project is being developed pursuant to a master plan agreement, dated September 26, 1962, previously authorized by the Commission (Decision No. 64555, November 27, 1962, Application No. 44842), whereby certain facilities are designed for service to remaining portions of the development in order to avoid unnecessary duplication and expense.

The present agreement provides that the cost of the facilities to be installed thereunder will be subject to refund, without interest, at the rate of 22 percent of the annual revenue from each bona fide customer, exclusive of any customer formerly served at the same location, connected directly with the facilities installed. Applicant alleges that the refund provision is in accordance with its main extension rule as it existed in September, 1962, and that it is appropriate to continue the development by installation of facilities and payment of refunds in the same manner as provided by the

rule which existed when the original contract was made.

We find that execution of the agreement herein will not be 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 carry out the terms and conditions of the agreement herein (Exhibit 1) and may deviate from its existing main extension rule to the extent required therein. Applicant, within thirty days after execution of said agreement, 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 22nd day of JANUARY, 1965.

Fredrick B. Hilduff
President
Peter E. Mitchell
George J. Hoover

Commissioners
Commissioner William M. Bennett, being necessarily absent, did not participate in the disposition of this proceeding.