

Decision No. 76414

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of PACIFIC GAS AND ELECTRIC  
COMPANY and the CITY OF ROSEVILLE for  
an order authorizing the former to sell  
and convey to the latter certain electric  
distribution facilities in accordance  
with the terms of an agreement dated  
July 17, 1969.  
(Electric)

Application No. 51389  
(Filed September 24, 1969)

OPINION AND ORDER

Pacific Gas and Electric Company (Pacific) and the  
City of Roseville (City) request authorization for Pacific to sell  
and convey to City certain electric distribution facilities located  
in an area known as Sierra View Country Club and at a highway over-  
crossing on Atlantic Street which have been annexed to the City of  
Roseville, in accordance with the terms of an agreement dated  
July 17, 1969, a copy of which is attached to the application as  
Exhibit A.

The agreed consideration is (a) \$8,693 and (b) the total  
cost of any additions to or betterments of said facilities made by  
Pacific subsequent to the original inventory dates stated in the  
agreement, and prior to the conveyance of the facilities to City,  
together with 15% of such cost. The current ad valorem taxes, for  
the tax year in which the facilities are conveyed, are to be prorated  
as of the date of conveyance. The estimated historical cost of  
the facilities, as shown in Exhibit B, is \$5,310 as of July 1, 1968  
for the Sierra View Country Club facilities and \$2,252 as of  
October 11, 1968 for the Atlantic Street facilities.

The application states that City is the owner of certain electric distribution systems located within the City by means whereof it supplies electric service to many residents thereof. The facilities which Pacific proposes to sell are located within the corporate limits of the City of Roseville, and City is desirous of acquiring said facilities. Pacific states that for the 12-month period ended September 27, 1968, it served one street lighting customer, two commercial customers and three power accounts within the area considered herein and derived therefrom the amount of \$5,354 in gross revenue. The application states Pacific does not hold any credit deposits, line extension deposits or donations in aid of construction from customers involved in this transaction.

City, upon acquisition of the facilities, agrees to assume all public utility obligations of Pacific for the territory served from these facilities and, to provide electric service in the area that has been supplied from said facilities.

The agreement provides that it shall not become effective until this Commission shall, by its order, authorize Pacific to carry out the terms and conditions contained therein.

Applicants state that the furnishing of electric service by City at its effective rates and charges will not result in the charging or collecting of rates or charges in excess of those now paid by the customers for electric service furnished by Pacific.

The action taken herein shall not be construed to be a finding of the value of the property herein authorized to be transferred.

The Commission finds that the proposed sale would not be adverse to the public interest. A public hearing is not necessary.

IT IS ORDERED that:

1. Pacific Gas and Electric Company is authorized to sell and convey to the City of Roseville the electric distribution facilities described in the agreement dated July 17, 1969, attached to the application as Exhibit A, and to consummate said transaction in accordance with the terms of the agreement.

2. Pacific Gas and Electric Company shall, concurrently with the consummation of sale and transfer to the City of Roseville of the property described above, cease furnishing and supplying electric service to customers served by it by means of said property and is relieved of the duties and responsibilities (including all public utility obligations) of an electrical corporation within the area involved.

3. Pacific Gas and Electric Company shall, within thirty days thereafter, notify this Commission in writing of the date of such sale and transfer.

4. Upon settlement of charges due, Pacific Gas and Electric Company shall refund all customers' deposits and advances which may be subject to refund.

5. Pacific Gas and Electric Company shall, within thirty days after the consummation of the sale and transfer, furnish this Commission the total costs of any additions and betterments of the facilities involved and made by Pacific subsequent to the inventory dates stated in the agreement and prior to the conveyance of said facilities to City, together with 15% of such cost.

6. The authority granted herein shall expire in the event that the City of Roseville does not consummate the purchase of the property under the agreement within two years from the date hereof.

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

Dated at San Francisco, California, this 12<sup>th</sup> day of NOVEMBER, 1969.

William J. Brown  
President  
August  
William J. Brown  
John J. Brown  
Verma L. Brown  
Commissioners