Decision <u>84 11 013</u>

NOV 7 1984

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Inland Desert Security & Communications, Inc., a California corporation, for a certificate of public convenience and necessity to operate as a public utility and to construct facilities.

Application 84-08-046 (Filed August 10, 1984)

OPINION

Applicant Inland Desert Security & Communications, Inc., a California corporation, requests a certificate of public convenience and necessity to construct and operate facilities for the purpose of offering a public utility one-way and two-way radiotelephone service in the Hemet Basin. The application shows that copies of the application were served on Gencom, Inc. and Radio Call Corp. Notice of the filing of the application appeared in the Commission's Daily Calendar of August 15, 1984. Applicant possesses the requisite Federal Communications Commission (FCC) construction permit. No protests to the application have been received.

Applicant presently conducts telephone answering services and burglar alarm services at various points in San Bernardino, Orange, and Riverside Counties, including the City of Hemet. Net income from those services for the twelve months ending March 31, 1984 was approximately \$57,035 and as of that date applicant had a net worth of approximately \$183,600.

Applicant intends to conduct its proposed one-way and two-way radiotelephone service using a base station located at Pine Cove (Hemet) and a control station in Hemet. The site of the proposed base station presently contains radiotransmission towers. The control station site is currently under lease to applicant. Applicant anticipates that the cost to install the proposed system will be approximately \$31,230 and that this cost will be financed by internally generated funds.

Applicant estimates that its expenses, including the installment payments for base and control station equipment, for the first year of its public utility operation will be \$31,946 and will result in a first year operating loss of approximately \$6,046. However, in each of the succeeding years it expects to return a profit.

Applicant's proposed service area will extend north and east of Hemet to the San Gabriel Moutains, and south and west to the San Juan Mountains, covering portions of San Bernardino and Riverside Counties. The primary area of coverage is the Hemet Basin which includes the three significant population centers of Hemet, Sun City, and Perris, all of which are without public utility radiotelephone coverage. Applicant alleges that there has been a great demand by its Hemet telephone answering service customers for it to institute full public utility radiotelephone service in the area. Findings of Fact

Findings of Fact

- 1. Applicant requests a certificate to construct and operate facilities for the purpose of rendering public utility one-way and two-way radiotelephone service in the Hemet Basin.
 - 2. Applicant possesses the requisite FCC permit.
 - 3. Applicant presently operates a telephone answering service and a burglar alarm service in Hemet.
- 4. As of March 31, 1984 applicant had a net worth of approximately \$183,600 and estimates that the cost to install the proposed system will be \$31,230, to be financed by internally generated funds.
- 5. Applicant expects its proposed operation to return a yearly profit after its first year of operation.

- 6. The engineering data relative to the proposed system are set out in Exhibit C to the application.
- 7. Presently, the Hemet Basin is not served by any public utility radiotelephone service.
- 8. Applicant's telephone answering service customers have made a great demand for it to institute full public utility radiotelephone service in the proposed service area.
 - 9. The proposed operation is economically feasible.
 - 10. The proposed operation is technically feasible.
- 11. Public convenience and necessity require the granting of the application.
- 12. It can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment.
- 13. Applicant should be subject to the user fee as a percentage of gross intrastate revenue under Public Utilities Code §§ 431-435. The fee is currently .1% for the 1984-1985 fiscal year.
- 14. A public hearing is not necessary. Conclusion of Law

The application should be granted.

ORDER

IT IS ORDERED that:

- 1. A certificate of public convenience and necessity is granted to Inland Desert Security & Communications, Inc. (applicant), a California corporation, for the construction and operation of a public utility one-way and two-way radiotelephone system with a base station located at 52181 Golden Leaf Trail, Pine Cove (Lat. 33° 45° 04° N, Long. 116° 44° 32° W.) with a service area shown for that site on the map in Exhibit C-4 to Application (A.) 84-08-046.
- 2. Within 30 days after this order is effective, applicant shall file a written acceptance of the certificate granted in this proceeding.

- 3. Applicant is authorized to file, after the effective date of this order and in compliance with Ordering Paragraph 3, tariffs applicable to the service authorized containing rates, rules, and charges otherwise applicable to its radiotelephone services. The offerings, rates, and charges shall be the same as set forth in Exhibit G to A.84-08-046. This filing shall comply with General Order 96-A. The tariffs shall become effective on not less than 10 days' notice.
- 4. Applicant shall file, after the effective date of this order and compliance with Ordering Paragraph 3, as part of its individual tariff, an engineered service area map drawn in conformity with the provisions of the Federal Communications Commission Rule 22.504, commonly known as the "Carey Report", consistent with Exhibit C-4 to A.84-08-046.
- 5. Applicant shall notify this Commission, in writing, of the date service is first rendered to public under the rates, rules, and charges authorized within five days after service begins.
- 6. Applicant shall keep its books and records in accordance with the Uniform System of Accounts for Radiotelephone Utilities, prescribed by this Commission.
- 7. Applicant shall file an annual report, in compliance with General Order 104-A, on a calendar-year basis using CPUC Annual Report Form L and prepared in accordance with the instructions included in that form.
- 8. The certificate granted and the authority to render service under rates, rules, and charges authorized will expire if not exercised within 12 months after the effective date of this order.

- 9. Applicant is subject to the user fee as a percentage of gross intrastate revenue under Public Utilities Code §§ 431-435.
 - 10. The application is granted as set forth above.

 This order becomes effective 30 days from today.

 Dated November 7, 1984, at San Francisco, California.

VICTOR CALVO
PRISCILLA C. GREW
DONALD VIAL
WILLIAM T. BAGLEY
Commissioners

I CERTIFY THAT THIS DECISION WAS APPROVED BY THE ABOVE COMMISSIONERS FORAY.

Tosepia E. Bodovicz, Executive Director

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> VICTOR CALVO PRISCILLA C. GREW DONALD WIAL WILLIAM T. BAGLEY Commissioners