

Decision No. 86581**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of CONTINENTAL TELEPHONE
COMPANY OF CALIFORNIA for authority
to sell certain microwave facilities
located in the Bakersfield Exchange
of THE PACIFIC TELEPHONE AND
TELEGRAPH COMPANY

Application No. 56740
(Filed September 10, 1976)

O P I N I O N

Continental Telephone Company of California (Continental) by the above-entitled application has requested authorization under Section 851 of the Public Utilities Code to sell certain microwave radio and associated multiplex channel equipment to The Pacific Telephone and Telegraph Company (Pacific), in accordance with the Purchase and Sales Agreement attached to the application as Exhibit A.

Toll traffic from Continental's California Hot Springs and Glenville end offices is sent via microwave from Glenville through Continental's passive repeater to Pacific's Bakersfield toll central office. The plant Continental proposes to sell is located at Pacific's Bakersfield toll central office. The plant proposed to be sold is itemized in the Bill of Sale attached to the application as Exhibit B.

The proposed sale is in conformance with an intercompany agreement whereby each company will assume ownership of facilities within its operating area.

Continental has determined that the structural value is \$105,000. Pacific has agreed to pay and Continental has agreed to accept \$105,000 plus applicable taxes for the property. The book cost is \$123,278, the depreciation reserve is \$31,021 with net book cost of \$92,257.

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

The Commission finds that the proposed sale will be in the public interest; and that a public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. Continental Telephone Company of California (Continental) is authorized to sell and convey to The Pacific Telephone and Telegraph Company the telephone facilities described in the Bill of Sale attached to the application as Exhibit B and to complete such transaction in accordance with the terms of the Purchase and Sales Agreement attached to the application as Exhibit A.

2. Continental shall, upon completion of this sale, transfer to Pacific its pertinent records, memoranda, and documents pertaining to the property sold.

3. Continental and Pacific shall account for the sale of the telephone facilities in accordance with the provisions of the Uniform System of Accounts for Class A and Class B Telephone Companies, and, within sixty days after the completion of the transfer, each shall file a copy of each journal entry used to record the sale or purchase on its books.

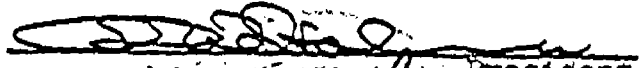
4. If the authorization herein granted is exercised, Pacific shall, within thirty days thereafter, notify this Commission in writing of the date of such completion of the property transfer, and shall file a true copy of the bill of sale or other instrument of transfer.


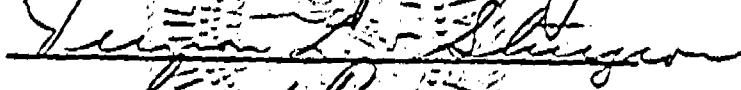
5. The authority granted herein shall expire one year after the effective date of this order. In the event that the transfer of the property is not completed, Continental shall so notify this Commission in writing.


6. Upon transfer of the property, Continental is relieved of any further public utility responsibilities in connection with the transferred property.

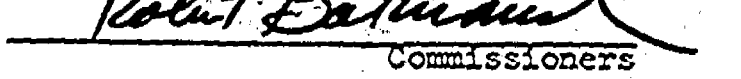
The effective date of this order shall be twenty days after the date hereof.

Dated at San Francisco, California, this 2nd day of NOVEMBER, 1976.



President



James A. Sluzman


Robert K. ...


Commissioners