ORIGINAL

Decision No. 88830 MAY 16 1978

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of THE PACIFIC TELEPHONE AND TELEGRAPH COMPANY, a corporation, for authority to sell certain outside plant facilities serving a Federal Aviation Agency site wholly within CONTINENTAL TELEPHONE COMPANY'S Berrenda Mesa Exchange.

Application No. 57758 (Filed December 21, 1977)

<u>opinion</u>

The Pacific Telephone and Telegraph Company (Pacific) by the above entitled application seeks authority under Section 851 of the Public Utilities Code to sell to Continental Telephone Company (Continental) certain outside plant facilities located at the Federal Aviation Agency Vortac site in Continental's Berrenda Mesa Exchange. A description of the plant and conditions of sale is contained in the Purchase and Sales Agreement, Exhibit 1, and Bill of Sale, Exhibit 2 of the application.

The sale of this plant eliminates a temporary facility arrangement provided by Pacific until permanent facilities are installed by Continental.

No land, buildings or rights-of-way are involved in this sale.

The companies have determined the estimated structural value to Continental to be \$3,140. Continental has agreed to pay, and Pacific has agreed to accept \$3,140 plus a prorated portion of personal property taxes as of the date of sale. The original book cost was \$3,611.28. The depreciation reserve is \$448.81 for a net book cost of \$3,162.47 (the application contains a typographical error and lists \$3,162.44 as the net book cost).

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

ORDER

IT IS ORDERED that:

- 1. Pacific is authorized to sell and transfer to Continental the outside plant facilities described in the Bill of Sale attached to the application as Exhibit 2, and to complete such transaction in accordance with the terms of the Purchase and Sales Agreement attached to the Application as Exhibit 1.
- 2. Pacific and Continental 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 completion of the transfer, each shall file a copy of each journal entry used to record the sale/purchase on its books to the Commission.
- 3. If the authorization herein granted is exercised, Continental 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.

4. The authority granted herein shall expire one year after the effective date of this order.

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

Dated at San Francisco, California, this 16 th day of MAY, 1978.

Robert Buturnel
William June
Litary
Laken D. Stande
Commissioners