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PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA TARIFF UNIT

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RESOLUTION BR.

UTILITIES DIVISION BRANCH/SECTION: Electric DATE: September 27, 1977

RESOLUTION NO. E-1706

Director	
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SUBJECT: Order authorizing amendment of an overhead electric line extension agreement between Sierra Pacific Power Company and Occidental Land, Inc.

WHEREAS: SIERRA PACIFIC POWER COMPANY (Sierra) by Advice Letter No. 123-E filed July 25, 1977, requests authority under Section X-A of General Order No. 96-A to amend its existing agreement with Occidental Land, Inc. (Occidental) for an overhead electric line extension to serve Sierra Brooks Subdivision Unit 2, excluding Unit 2-A in Sierra County, California.

The original agreement dated May 1, 1972, was to provide overhead electric service to Occidental at an estimated cost of \$1.90 per foot of line for 124,200 feet, or a total line cost of \$235,980.

Sierra requests authority to amend this agreement to reflect 62,260 feet of overhead electric distribution line at a cost of \$4.39 per foot, or a total construction cost of \$273,321. The difference between \$4.39 and \$1.90 is because of 62 months of escalated construction cost since the date of the original agreement.

Occidental shall advance to Sierra a refundable amount equal to the amended estimated cost (\$273,321) of the extension. If installation of the extension or any portion thereof has not been requested, as provides in the agreement, within one year of this amendment Sierra shall, as of such date and annually thereafter, re-estimate the cost of the extension and Occidental shall advance the current estimated cost in lieu of the amount noted above.

Refunds shall be made to Occidental on the basis of new customers or separately metered permanent load connected to the line extension. The amount of refund shall be the total footage allowance of each new customer and/or load multiplied by \$1.60 per foot. Refunds shall be made for a period not to exceed ten years after completion of the line extension and total amount of refunds shall not exceed total amount advanced.

It is found that the provisions of this amended agreement are not discriminatory, do not result in an unreasonable burden on other ratepayers, and are just and reasonable; therefore, good cause appearing:

IT IS ORDERED that authority is granted Sierra Pacific Power Company under Section 532 of the Public Utilities Code to carry out the terms and conditions of said agreement effective September 27, 1977. The effective date of this resolution is the date hereof.

I hereby certify that the foregoing Resolution was duly introduced, passed and adopted at a regular conference of the Public Utilities Commission of the State of California, held on the <u>27th</u> day of <u>September</u>, <u>19</u>, the following Commissioners voting favorably thereon:

> ROBERT BATINOVICH President VERNON L. STURGEON RICHARD D. CBAVELLE CLAIRE T. DEDRICK Commissioners

Executive Director