PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

| Copy for: Orig. and Copy | | RESOLUTION: E-2038 |
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| to Executive Director | | EVALUATION & COMPLIANCE DIVISION BRANCH: Energy |
| Director | | |
| Numerical File | RETURN TO: ENERGY BRANCH | DATE: May 15, 1985 |
| Alphabetical File | ROOM 2011 | |

RESOLUTION

ORDER AUTHORIZING SOUTHERN CALIFORNIA EDISON COMPANY (SCE) TO IMPLEMENT AN AGREEMENT BETWEEN SCE AND LARRY BURNS/WALTER LIGHT (APPLICANTS) FOR THE EXTENSION OF ELECTRIC SERVICE TO TWO RESIDENTIAL HOMES UNDER CONDITIONS WHICH DEVIATE FROM FILED TARIFFS

By Advice Letter 672-E, filed February 27, 1985, Southern California Edison Company (SCE), requests authorization to implement an Agreement dated February 27, 1984, with Larry Burns and Walter Light (Applicants), providing for the extension of electric service to 172 and 174 Cedar Lake Road, Cedar Pines Park, California located in San Bernardino County under conditions which deviate from filed tariffs. The facts are as follows:

1. The Agreement as listed below deviates from SCE's filed tariffs by the advance payment by Applicants of the total cost of the facilities, with the provisions for refunds based on five times estimated base rate revenues from load to be connected to the facilities and by the payment of a lump sum amount to create a fund covering SCE's cost of ownership.

| Total Cost | Facilities | Lump Sum Payment |
|------------------|--------------|------------------|
| of | Installed by | to Cost of |
| <u>Extension</u> | Applicant | Ownership |
| \$16,049.98 | \$6,939.10 | \$6,277.00 |

- 2. The amount collected by SCE is refundable based on the base rate revenue for up to a period of 10 years. The cost of ownership is based on the present worth value of the monthly cost of ownership charge for a period of ten years using a rate 12.65 percent which was SCE's authorized rate of return when the Agreement was negotiated.
- 3. Inasmuch as the anticipated annual base rate revenue of \$802.40 is substantially less than SCE's \$16,059.98 line extension cost, SCE believes the above provisions to be just and nondiscriminatory. They enable the line extension to be installed under conditions acceptable to the Applicants and prevent the installation from being a burden on SCE's other ratepayers.
- 4. This request by SCE is similar to that of previous advice letter filings that have been approved by this Commission.
- 5. This filing has been reviewed by the Staff's of the Service and Safety and the Energy Branches. The Staff recommends authorization,

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and the filing is herewith presented to the Commission for its approval.

6. We find that this Special Agreement is just and reasonable, has been reached by mutual consent of both parties, is consistent with established criteria, and enables Applicant to obtain needed service under conditions which are acceptable and which prevent the cost of such service from becoming a burden on other ratepayers.

THEREFORE:

- 1. Southern California Edison Company is authorized by Sections 454 and 532 of the Public Utilities Code and by Section X.A. of General Order 96-A to place the above Special Agreement into effect today.
- 2. Advice Letter No. 672-E and the accompanying Agreement shall be marked to show that they were approved for filing by Commission Resolution E-2038. This resolution is effective today.

I certify that this resolution was adopted by the Public Utilities Commission at its regular meeting on May 15, 1985

The following Commissioners approved it:

Executive Director

PRISCILLA C. GREW
FREDERICK R. DUDA
Commissioners