

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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to Executive Director

Director

Numerical File

Alphabetical File

Accounting Officer

RESOLUTION: E-2042

EVALUATION & COMPLIANCE DIVISION

BRANCH: Energy

DATE: June 5, 1985

R E S O L U T I O N

ORDER AUTHORIZING SOUTHERN CALIFORNIA EDISON COMPANY (SCE) TO IMPLEMENT AN AGREEMENT FOR THE EXTENSION OF ELECTRIC SERVICE TO A SINGLE RESIDENTIAL DWELLING UNDER CONDITIONS WHICH DEVIATE FROM FILED TARIFFS

By Advice Letter 675-E, filed April 15, 1985, Southern California Edison Company (SCE), requests authorization to implement an Agreement dated February 22, 1985, with David Menken (Applicant), providing for the extension of electric service to Venadito Canyon, 12500 Calle Real, Goleta, California, located in the County of Santa Barbara.

1. The Agreement as listed below deviates from SCE's filed tariffs by the advance payment by Applicant of the total cost of the facilities, by the provisions for refunds based on five times estimated base 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.

<u>Total Cost of Extension</u>	<u>Lump Sum Payment to Cover Cost of Ownership</u>	<u>Total Payment by Applicant</u>
\$49,947.00	\$15,932.00	\$65,879.00

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 12.70 percent which was SCE's authorized rate of return when the Agreement was negotiated.

3. SCE believes the above cost of ownership provision to be reasonable inasmuch as the total anticipated annual base rate revenues for the next ten years will only amount to \$4,766.00. This is significantly less than the \$49,947.00 line extension cost. The cost of ownership provision thereby enables the line extension to be installed under conditions acceptable to the Applicant but 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.

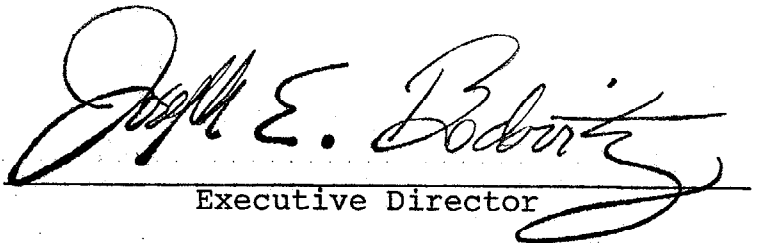
5. This filing has been reviewed by the staffs of the Service and Safety and the energy Branches. The staff recommends authorization, and the filing is herewith presented to the Commission for its approval.

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 464 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. 675-E and the accompanying Agreement shall be marked to show that they were approved for filing by Commission Resolution E-2042. This resolution is effective today

I certify that this resolution was adopted by the Public Utilities Commission at its regular meeting on June 5, 1985. The following Commissioners approved it:


Executive Director

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