

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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to Executive Director

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Accounting Officer

RESOLUTION: E-2061

EVALUATION & COMPLIANCE DIVISION

BRANCH: Energy

DATE: October 17, 1985

RETURN TO:

ENERGY BRANCH

ROOM 2011

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 TWO SINGLE RESIDENTIAL DWELLINGS UNDER CONDITIONS WHICH DEVIATE FROM FILED TARIFFS

By Advice Letter 695-E, filed August 28, 1985, Southern California Edison Company, (SCE), requests authorization to implement an Agreement dated July 12, 1985, with Glen V. Rea and Juventino Bustamante (Applicants), providing for the extension of electric service to two residential dwellings in Tehachapi, California, located in the County of Kern. 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, by the provisions for refunds based on five times estimated annual 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 as follows:

<u>Total Cost of Extension</u>	<u>Lump Sum Payment to Cover Cost of Ownership</u>	<u>Total Payment by Applicants</u>
\$17,804.00	\$9,077.00	\$26,881.00

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

3. Inasmuch as there is only minimal estimated annual base rate revenue, SCE believes the above provisions to be just and nondiscriminatory. They enable the line extension to be installed under conditions acceptable to the Applicant and prevent the installation from being a burden on SCE's other ratepayers.

4. This request by SCE is similar to that of previous line extension advice letter filings that have been approved by this Commission.

5. This filing has been reviewed by the staff of the Service and Safety and the Energy Branches of the Evaluation and Compliance Division. 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 Applicants to obtain needed service under conditions which are acceptable and which prevent the cost of such service from becoming a burden on other ratepayers.

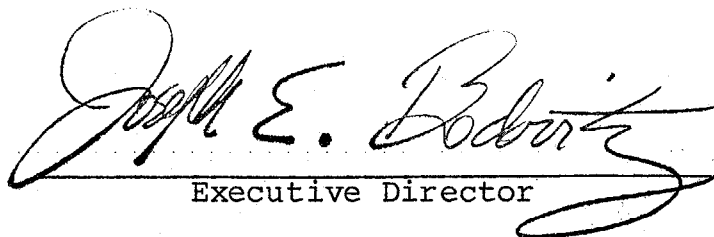
THEREFORE:

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. 695-E and the accompanying Agreement shall be marked to show that they were approved for filing by Commission Resolution E-2061. This Resolution is effective today.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on October 17, 1985.  
The following Commissioners approved it:

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

  
Executive Director