

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Copy for:

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to Executive Director

RESOLUTION: E-2063

E 1

EVALUATION & COMPLIANCE DIVISION

BRANCH: Energy

DATE: November 6, 1985

Director
Numerical File
Alphabetical File
Accounting Officer

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 696-E, filed September 30, 1985, Southern California Edison Company (SCE), requests authorization to implement an Agreement dated May 17, 1984, with Sugar Loaf Mountain Company (Applicant), providing for the extension of electric service to a residential dwelling in Tehachapi, California, located in the Kern County. The facts are as follows:

1. The Agreement as listed below deviates from SCE's filed tariffs to include an advance payment by Applicants of the total cost of the facilities and 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 Applicant</u>
\$12,088.00	\$5,078.00	\$17,166.00

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 12.65 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 from this extension, SCE believes the above provisions are 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.

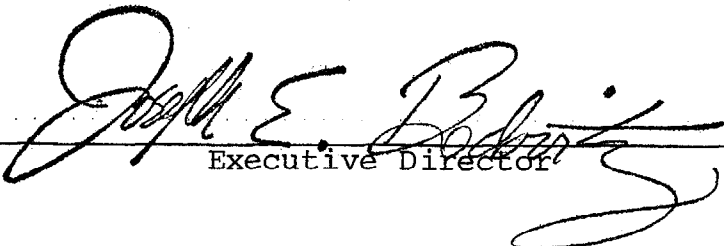
6. We find that this Special Agreement is just and reasonable, has been reached by mutual consent of both parties, is consistent with established criteria, and enables Applicant to obtain needed service under conditions which are acceptable and which prevent the cost of such service from becoming a burden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

THEREFORE:

1. Southern California Edison Company is authorized by Section 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. 696-E and the accompanying Agreement shall be marked to show that they were approved for filing by Commission Resolution E-2063. This resolution is effective today.

I certify that this resolution was adopted by the Public Utilities Commission at its regular meeting on November 6, 1985.
The following Commissioners approved it:


Executive Director

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