

page 888) the Commission adjusted applicants' rates. In the decision the Commission finds that \$14,354.00 represents the estimated original cost of applicants' used and useful public utility properties.

Applicants report that since 1921 the amount of water consumed in the town of Quincy, by reason of new buildings and increased use, has increased, while the amount of water available for such use, by reason of the light rain and snow fall for several years past and particularly for the years 1923 and 1924, has greatly decreased, with the result that the present supply of water in the town of Quincy within the control and owned by applicants is inadequate for all purposes, and that it is imperative that an increased supply be procured. Applicants further report that within the last year they have increased their reservoir capacity to the extent of 250,000 gallons but that the present supply of available water is insufficient to fill such reservoir. To increase their water supply applicants intend to purchase for approximately \$8,300.00 ninety (90) acres of land near Quincy upon which there arises about 15 inches of water measured under a 4 inch pressure. It is reported that with an added expense of about \$3,000.00 for pipe and its installation this water can be made available for use by applicants.

Applicants now have outstanding a \$4,000.00 note payable on July 11, 1925 to F. G. Gansner. This note was issued pursuant to authority granted by the Railroad Commission in Decision Number 9104, dated June 14, 1921. They now propose to pay this note. To obtain the necessary moneys to pay the note of \$4,000.00, to purchase the ninety (90) acres of land and to purchase and install the necessary pipe applicants ask permission to issue a note for not exceeding \$15,300.00 due on or before five (5) years after date with interest not exceeding seven (7) per cent per annum and to execute a mortgage to secure the payment of such note. The

Commission has not yet received a copy of applicants' proposed mortgage. It will not authorize the execution of a mortgage until a copy thereof, satisfactory in form, has been filed with the Commission. The order herein will authorize the issue of the note and such note will be unsecured until applicants have received authority to execute a mortgage to secure the payment of the note.

ORDER

Mattie L. Goodwin and Grace Webb, co-partners doing business under the firm name and style of Quincy Water Works, having applied to the Railroad Commission for permission to issue a note for not exceeding \$15,300.00 and to execute a mortgage to secure the payment of such note, a public hearing having been held before Examiner Fankhauser and the Railroad Commission being of the opinion that the money, property or labor to be procured or paid for by the issue of such note is reasonably required by applicants and that this application should be granted as herein provided,

IT IS HEREBY ORDERED that MATTIE L. GOODWIN AND GRACE WEBB, co-partners doing business under the firm name and style of QUINCY WATER WORKS be, and they are hereby, authorized to issue a note for the principal amount of not exceeding \$15,300.00 payable on or before five (5) years after date and bearing interest not to exceed seven (7) per cent per annum. The proceeds obtained through the issue of such note, which proceeds are not to be less than the face amount of the note, are to be used for the following purposes :-

To pay the note held by F. G. Gansner -	\$4,000.00
To pay for the purchase of real property described in this application approximately	- 8,300.00
To pay for pipe and its installation, necessary to make water purchase available for use approximately	- 3,000.00
Total - approximately	<u>- \$15,300.00</u>

IT IS HEREBY FURTHER ORDERED that applicants shall keep such record of the issue, sale and delivery of the note herein authorized and of the disposition of the proceeds as will enable them to file on or before the 25th. day of each month a verified report, as required by the Railroad Commission's General Order Number 24, which order in so far as applicable, is made a part of this order.

IT IS HEREBY FURTHER ORDERED that the authority herein granted to issue an unsecured note will become effective when applicants have paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is \$25.00. Under the authority herein granted no note may be issued after August 1, 1924.

DATED at San Francisco, California, this 3rd day of June, 1924.

A. Seavey
H. B. Brundage

J. T. Whittier
Commissioners.

