

Decision No. 14363

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of
EAST HIGHLANDS DOMESTIC WATER COMPANY,
a corporation, for authority to issue
stock.

)
)
) Application Number 7588
)

BY THE COMMISSION :

SECOND SUPPLEMENTAL ORDER

East Highlands Domestic Water Company asks permission to use the proceeds obtained from the sale of stock which the Commission has heretofore authorized to be issued by Decision Number 10869, dated August 17, 1922.

Under the authority granted by this decision East Highlands Domestic Water Company issued \$38,030.00 of its capital stock, of which \$35,000.00 was delivered to Plunge Creek Mutual Water Company in payment for properties and \$3,030.00 was sold for cash at par. By its first supplemental order in this proceeding, Decision Number 12114, dated May 19, 1923, the Commission authorized the company to use \$2,399.78 of the proceeds obtained from the sale of stock to finance the cost of extensions, additions, betterments and improvements. The remaining proceeds may be expended only as authorized by the Commission in supplemental orders.

The company now reports that it has borrowed from East Highlands Orange Company the sum of \$551.23 which it has used in making necessary extensions to its water system consisting of new steel pipe lines. It now asks permission to use a like amount of cash obtained from the sale of its stock to pay this indebtedness. The Commission has given consideration to this request and believes it should be granted. It further believes that the company at this

time should be permitted to use for proper capital purposes the remaining proceeds amounting to \$78.99, which the company has on hand, therefore

IT IS HEREBY ORDERED that EAST HIGHLANDS DOMESTIC WATER COMPANY be, and it is hereby, authorized to use \$551.23 obtained from the sale of the stock authorized by Decision Number 10869, dated August 17, 1922, to pay indebtedness incurred in making extensions, additions and betterments referred to herein, and to use \$78.99 of such proceeds for the purpose of financing the cost of additions and betterments chargeable to fixed capital as defined by the Uniform Classification of Accounts prescribed by the Commission for water companies, such authority to become effective upon the date hereof.

IT IS HEREBY FURTHER ORDERED that the Order in Decision Number 10869, dated August 17, 1922, shall remain in full force and effect except as modified by this Second Supplemental Order.

DATED at San Francisco, California, this 13th day of December, 1924.

C. Seamy

Waring Martin
Egerton Shore

