

Decision No. 17891

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
THE SWEETWATER WATER CORPORATION,)	
a corporation, for an order author-)	Application No. 13442.
izing issue of stock.)	

BY THE COMMISSION:

OPINION AND ORDER

The Sweetwater Water Corporation has applied to the Railroad Commission for permission to issue and sell at par five shares of its common stock of the aggregate par value of \$500.00, to its incorporators, for the purpose of paying in part its organization expenses.

The application shows that The Sweetwater Water Corporation was organized on or about December 18, 1926, with an authorized capital stock of \$2,500,000.00 divided into \$1,500,000.00 of common stock and \$1,000,000.00 of seven percent cumulative preferred stock. The issue of preferred stock is not now before us. If applicant hereafter files an application to issue preferred stock, we will at that time determine the rate of dividend that should be paid on such stock.

Applicant reports that subject to the permission of the Railroad Commission it is about to engage in the business of a water works company, particularly in the service of water in the County of San Diego.

We have given consideration to the request of applicant to issue \$500.00 of its common stock and are of the opinion that this is a matter in which a public hearing is not necessary, that the money, property or labor to be procured or paid for through the issue

of such stock is reasonably required for the purposes specified herein and that the expenditures for such purposes are not in whole or in part reasonably chargeable to operating expense or to income.

IT IS HEREBY ORDERED that The Sweetwater Water Corporation be, and it hereby is, authorized to issue and sell for cash at not less than par \$500.00 of its common capital stock and to use the proceeds to pay in part its organization expenses, provided that said The Sweetwater Water Corporation may not acquire any public utility water plant or plants, or engage in the operation of such plants, except as hereafter authorized by the Commission.

IT IS HEREBY FURTHER ORDERED that the authority herein granted shall become effective upon the date hereof and that applicant shall keep such record of the issue and sale of the stock herein authorized and of the disposition of the proceeds as will enable it to file on or before the 25th day of each month a verified report, as required by the Railroad Commission's General Order No. 24, which order insofar as applicable, is made a part of this order.

DATED at San Francisco, California, this 12th
day of January, 1927.

Emmuel
H. B. ...
C. ...
Leon Whitall

Commissioners.