

LBM

Decision No. 23995.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the)
QUINCY WATER WORKS, GRACE WEBB, OWNER,)
for order authorizing loan and issuance) Application No. 17614
of security therefor.)

U. S. Webb, for applicant.

BY THE COMMISSION:

OPINION

ORIGINAL

In this application Grace Webb, owner of a water system, known as the Quincy Water Works, and used in supplying water to the inhabitants of the Town of Quincy, Plumas County, asks the Railroad Commission to make its order authorizing her to execute a deed of trust of the properties of said Quincy Water Works, and to issue a note in the principal amount of \$12,000.00 for the purpose of paying outstanding indebtedness and of financing the cost of a new well.

The records of the Commission show that by Decision No. 13637, dated June 3, 1924, as amended by Decision No. 13667, dated June 9, 1924, in Application No. 10133, it authorized applicant and her then co-owner, to execute a deed of trust and to issue a note in the principal amount of not exceeding \$15,300.00, payable on or before five years after date with interest at not exceeding seven percent per annum, for the purpose of paying indebtedness of \$4,000. and of financing the cost of acquisition of real property and improvements purchased in order to augment the supply of water. It

appears that pursuant to the authority so granted, a note for \$15,100.00 was issued to Plumas County Bank. Since the issue of the note \$6,100.00 has been paid, leaving \$9,000.00 unpaid at the present time. This, it is said, constitutes the only outstanding obligation against the water properties, except liens for taxes.

It now is recited that the continuous drought since 1924, and the yearly reduction of the water supply have made advisable the securing of additional water. It is reported that applicant, accordingly, purchased a lot near the Town of Quincy for \$100.00, plus the cost of negotiations, examination of title, etc., and caused to be drilled thereon a well which was equipped with adequate pumping facilities and connected with the distributing system by means of some four hundred feet of six inch pipe. The application shows that such installation was completed on August 13, 1931, and that since that time the pump continuously has been in operation, furnishing from one hundred and twenty thousand to one hundred and forty thousand gallons of water daily. The total cost of the well, lot and equipment is said to be approximately \$3,000.00.

To pay for the construction and to liquidate the outstanding \$9,000.00 note, applicant has made arrangements to borrow \$12,000.00 from the Plumas County Bank. She asks permission to issue to the bank her note for such amount and execute a deed of trust to secure the payment of the note. The deed of trust will be similar in form as that authorized to be executed by Decision No. 13667 dated June 9, 1924.

ORDER

Grace Webb, having applied to the Railroad Commission for permission to execute a deed of trust and issue a note for \$12,000. the Railroad Commission being of the opinion that this is not a matter in which a public hearing is necessary, and that the appli-

cation should be granted, as herein provided, and that the money, property or labor to be procured or paid for through the issue of the note is reasonably required for the purposes specified herein, which purposes are not, in whole or in part, reasonably chargeable to operating expense or to income,

IT IS HEREBY ORDERED, that Grace Webb, owner of the Quincy Water Works, be, and she hereby is, authorized to execute a deed of trust of said water works substantially in the same form as the deed of trust authorized to be executed by Decision No. 13667, dated June 9, 1924, in Application No. 10133.

IT IS HEREBY FURTHER ORDERED, that Grace Webb be, and she hereby is, authorized to issue a promissory note, the payment of which is to be secured by said deed of trust, in the principal amount of not exceeding \$12,000.00, payable on or before five years after date of issue, with interest at not exceeding seven percent per annum, for the purpose of paying outstanding indebtedness of \$9,000.00, and of financing the cost of the well, lot and other improvements referred to in the foregoing opinion.

IT IS HEREBY FURTHER ORDERED, that the authority herein granted is subject to the following conditions:-

1. Applicant shall keep such record of the issue of the note herein authorized and of the disposition of the proceeds as will enable it to file within thirty days thereafter a report, as required by the Railroad Commission's General Order No. 24, which order insofar as applicable, is made a part of this order.
2. The authority herein granted to execute a deed of trust is for the purpose of this proceeding only, and is granted only insofar as this Commission has jurisdiction under the terms of the Public Utilities Act,

and is not intended as an approval of said deed of trust as to such other legal requirements to which said deed of trust may be subject.

3. The authority herein granted will become effective when applicant has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is Twenty-five (\$25.00) Dollars.

IT IS HEREBY FURTHER ORDERED that within thirty(30) days after the execution of the aforesaid deed of trust, applicant shall file with the Commission a copy of the deed of trust executed under the authority herein granted.

DATED at San Francisco, California, this 31st day of August, 1931.

Cl Seavey
Leon Caldwell
M. J. Van
M. B. Harris
Fred G. Stewart
Commissioners.

Fee \$25.00
RECORD COMMISSION
SEP 1 1931
R. G. Lagalich
Sheet 23295