BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

Application

No. 2318.

Decision No. 356

182

In the matter of the application of NORTH GLENDALE DISTRIBUTING COMPANY to sell certain property to City of Glendale, the City joining in the application.

> W. E. Evans for City of Glendale. N. C. Kelley for North Glendale Distributing Company.

BY THE COMMISSION.

## <u>o p i n i o n</u>

This is a joint application in which the City of

Glendale seeks to acquire a portion of a domestic water system serving a district known as Casa Verduge, lately annexed to the city of Glendale.

North Glondale Distributing Company is owned by N. C. Kelley and the entire system supplies about one hundred and ten families with water. By this application, permission is sought to sell only a portion of the system. The system is composed of several distributing mains installed by real estate prometers, together with connecting lines laid by Mr. Kelley. Water is secured from the same source as that from which the City of Glendale receives its supply, namely; the Verduge Canyon.

1.

The City of Glendale has lately annexed a portion of Casa Verdugo and has extended about two thousand (2,000) feet of six inch and four inch cast-iron pipe in order to furnish fire protection to the district. These lines being laid, connections for furnishing domestic service can readily be attached and the service much improved. The City of Glendale will charge a rate of One Dollar (\$1.) for one thousand cubic feet. The existing charge made by Kelley for the same quantity of water is One Dollar and 50/100 (\$1.50).

Applicants have worked together in this matter, taking an inventory of the property to be transferred, and have arrived at a figure of Two Thousand Two Hundred and Fifty (\$2,250.) Dollars. The unit prices used have been consistent with the amounts paid by City of Glendale when purchasing other water systems within the city. Our hydraulic engineers have checked over the inventory and appraisal submitted at the hearing and find the same to be reasonable. The approximate lengths of the several distributing lines are as follows:

2155	lineal	foot	of	17.	pipe	
4001	lineal	feet	of	23"	pipe	
310	lineal	foet	of	37	pipe	
1022	lineal	feet	of	4"	pipe	

Total 7488 lineal feet.

To these pipe lines there are attached seventythree (73) service connections, mostly metered. Subsequent to the date of the appraisal, applicants found that one meter had been omitted and agreed that Eight Dollars and 50/100 (\$8.50) should be added to the consideration previously specified in the application.

The City of Glendale desired to begin service to this district as of July first, and we see no reason why the transfer of consumers from North Glendale Distributing

2.

Company to City of Glendale cannot be effective as of that date.

It is for the general welfare of the residents of Casa Verdugo district that the transfer be made, both from the consideration of better service, fire protection and domestic supply, and also the lower rates which will provail under the municipal management, but we will request that a stipulation be filed which will insure as good, or better, service being rendered to residents of Casa Verdugo as has been given in the past.

There was submitted with the application a copy of a bill of sale and conveyance by which N. C. Kelley transfers to City of Glondale certain property. While no mention is made of the property being unencumbered, yet we desire to specify in the order herewith that any encumbrances which may exist upon this distributing system be removed at the time payment is made for the property. Mr. Kelley, at the time of the hearing, agreed to this and stated that he would furnish a certificate showing the title vested in himself and under no encumbrances.

## ORDER

NORTH GLENDALE DISTRIBUTING COMPANY having made joint application to this Commission for permission to transfer certain property to the City of Glendale, and said City of Glendale joining in said application, and a hearing having been held in relation thereto.

IT IS HEREBY ORDERED that North Glendale Distributing Company may transfer to City of Glendale, a municipal corporation, for the consideration of Two Thousand Two Hundred Fifty-eight and 50/100 (\$2,258.50) Dollars the property described

3.

as follows, the same being a part of the water system belonging to N. C. Kelley and Grace W. Kelley, his wife, located in and adjacent to the City of Glendale, County of Los Angeles, State of California, and more particularly described as follows, to wit:

The four inch riveted pipe line in the alley west of Viola Street, commencing at the north line of Loraine Street, thence to Stocker Street and thence along Stocker Street to San Rafael Avenue, and the two inch standard screw pipe line on Gilbert Street from San Rafael Avenue to Fountain Place, and thence in and following the alley west of Central Avenue to Park Avenue. Also all pipe lines which are a portion of N. C. Kelley's distributing sys-tem in the district lying west of Melrose Ave-nue including all valves, meters, service con-nections and fittings now attached to and a part of the above distributing system and also a cortain lot of eight inch standard screw pipe approximately one hundred feet in length. Also all the right, title and interest of N.C. Kelloy and Grace Kelley, his wife, in and to all rights of way, casements, and franchises owned by them in connection with the above described distributing system and more specifi-cally referred to in that certain conveyance made to N. C. Kelley on or about April 4 th, 1912, and recorded on or about the 29th day of October, 1912, in Book 5269, Page 43 of Deeds, Records of Los Angeles County, California.

## IT IS HEREBY FURTHER ORDERED that City of

Glendale file with this Commission within fifteen (15) days a stipulation under which City of Glendale will agree to furnish as good service as has heretofore been rendered by N. C.Kelley; and

IT IS FURTHER ORDERED that within thirty (30) days applicants will file with this Commission a copy of the deed conveying the property transferred, and

IT IS FURTHER ORDERED that all property so

transferred shall be transferred unencumbered to the City of A Glendalc.

Dated at San Francisco, California, this <u>10 th</u> day of August 1916.

Commissioners.