Decision No.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the CITY OF CORCORAN, (a municipal corporation of the sixth class), in the County of Kings, State of California, and THE CORCORAN WATER & GAS COMPANY, (a corporation) for an order authorizing the purchase and sale of a public utility.

Application No. 3581.

BY THE COLMISSION:

ORDER.

THE CORCORAN WATER & GAS COMPANY having applied to the Reilroad Commission for authority to transfer to the City of Corcoran its public utility business and property, the same to be made in accordance with the offer contained in a resolution of the Board of Directors of said company attached to the application herein and marked "Exhibit A," which resolution provides in part as follows:

"RESOLVED, that the Corcoran Water & Gas Company, a corporation, will agree to sell to the City of Corcoran its entire plant consisting of mains, wells, pumps, meters, tank and all other appurtenances and appliances utilized in conducting the Company's business, together with Lots 10 and 14 of Block 24% and a plot of ground 70 x 128 feet in the west side of the unplatted part of Block 24%, also a plot of ground 70 x 159 feet in the southeast corner of said unplatted part of Block 24% in said City of Corcoran, (subject to the reservations and restrictions of record affecting said lots), for the price and sum of Seven Thousand Five Hundred Dollars (\$7500.00) to be paid to the said Corcoran Water & Gas Company. The said City of Corcoran to assume payment of the outstanding bonds of said Corcoran Water & Gas

Company of issue of April 1st, 1917, a total par value of \$15,000.00 which said issue consists of 30 bonds of par value of \$500.00 each numbered one (1) to 30 inclusive, bearing interest at the rate of 6% per annum and maturing \$1000.00 on April 1, 1919, \$1000.00, April 1, 1920, \$1000.00 April 1st, 1921, \$1000.00 April 1, 1922, \$2000.00 April 1, 1925, \$2500.00 April 1, 1925, \$2500.00 April 1, 1927; which said bonds are redeemable upon 30 days published notice prior to date of redemption, at par and accrued interest plus a premium of 25% of the principal. The time for such purchase to extend to a time when an election can be legally held to determine whether the said City shall purchase the said plant and a sufficient reasonable time thereafter to allow for the completion of the deal in the event that the election carries.

"In the event that the Water Company shall be obliged to make any expenditure for betterment or extensions prior to said transfer, the cost of same shall be added to the price to be paid the Water Company by the said City of Corcoran for said plant, provided, that no such betterments and extensions shall be made unless approved by the City Council."

And the Board of Trustoes of the City of Corcoran having accepted the proposition set forth in the above resolution and having joined in this application, and it appearing to the Commission that this is not a case in which a public hearing is necessary, and that the application should be granted,—

IT IS HERMEY ORDERED that the application herein be, and the same hereby is granted; provided that the authority herein granted shall apply only to such conveyance as is made on or before September 30, 1918; and provided further, that within thirty (30) days after any conveyance is executed in accordance with this order a certified copy thereof shall be filed with the Rail-road Commission of the State of California.

Dated at San Francisco, California, this 15 day of March, 1918.

Franklyblen Commissioners.

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