

Decision No. 6569.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

---oOo---

In the Matter of the Application of)
SAN JOSE WATER WORKS,)
a corporation, for permission to) Application Number 4750.
borrow \$10,000 to pay outstanding)
note for same amount.)

H.S. Kittredge, for applicant.

LOVELAND, Commissioner.

O P I N I O N.

SAN JOSE WATER WORKS asks permission to issue to the Bank of San Jose a 6 per cent \$10,000 note.

The record shows that Miss M.W. Williams holds a note against the San Jose Water Works for the sum of \$10,000, that the note held by her is dated February 1, 1918, that she requests payment of the note and that applicant has made arrangements to borrow \$10,000 from the Bank of San Jose for the purpose of paying the note due Miss M.W. Williams.

H.S. Kittredge, secretary of the San Jose Water Works, testified that the \$10,000 borrowed from Miss M.W. Williams was used to pay for permanent improvements and that the company intends within the near future to refund this indebtedness through the issue of common stock.

I herewith submit the following form of Order.

O R D E R:

SAN JOSE WATER WORKS having applied to the Railroad Commission for permission to issue a \$10,000 note, a public hearing having been held and the Commission being of the opinion that the money,

property or labor to be procured or paid for by such issue is reasonably required for the purpose or purposes specified in the order, and that the expenditures for such purpose or purposes are not in whole or in part reasonably chargeable to operating expenses or to income;

IT IS HEREBY ORDERED that SAN JOSE WATER WORKS be, and it is hereby, granted authority to issue, at not less than the face value thereof and for a term of one year or less, a 6 per cent \$10,000 note, and use the proceeds obtained through the issue of such note to pay the \$10,000 note due Miss M.W. Williams and referred to in the petition herein.

The authority herein granted is upon the following conditions, and not otherwise:

- 1.-- If applicant issues the note herein authorized for a term of less than one year, it may renew such note from time to time provided that the term of the original note issued pursuant to the authority herein granted and the term or terms of the notes issued in renewal thereof do not in the aggregate exceed one year.
- 2.-- Within thirty days after the issue of the note herein authorized, applicant shall file with the Railroad Commission a copy of such note.
- 3.-- The authority herein granted shall not become effective

until applicant has paid the fee prescribed by the
Public Utilities Act.

The foregoing Opinion and Order are hereby approved
and ordered filed as the Opinion and Order of the Railroad Commission
of the State of California.

Dated at San Francisco, California, this 13th
day of August, 1919.

H. D. Loveland
Frank P. Doherty
Dwight Martin

Commissioners.

Fee \$25.00
AUG 15 1919
H. M. Johnson