

Decision No. 21378

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SWARTHOUT VALLEY WATER COMPANY,
a California corporation, for an order
authorizing issue of stock and promis-
sory note. } Application No. 21378

BY THE COMMISSION:

THIRD SUPPLEMENTAL ORDER

The Railroad Commission by Decision No. 30255, dated October 16, 1937, as amended, authorized Swarthout Valley Water Company to issue \$20,000. of its common capital stock and to use \$2,500. of the proceeds to pay for additions and improvements consisting of the following:

Complete circulation of water distri- bution system by elimination of dead ends	\$1,200.00
Construction of 15,000 gallon storage tank	500.00
Replacement of 3,000 feet of 3" and 4" pipe	<u>800.00</u>
Total	<u>\$2,500.00</u>

The company reports that in connection with its regular maintenance and repair work it has corrected practically all the dead ends and has developed a satisfactory circulation in its water system. It has requested permission to use a portion of the stock proceeds set aside under the former decision for the removal of dead ends, for other purposes, namely,

Installation of new fire hydrants	\$ 95.00
Inner casing for well # 1	155.00
Installation of a 250 G.P.M. reconditioned Pomona pump with belted head equipped with stationery gasoline engine	<u>371.00</u>
Total	<u>\$ 621.00</u>

It is reported that fire hazards and physical defects make the proposed expenditures necessary.

The Commission has considered this matter and is of the opinion

that the company's request should be granted and that the expenditures herein authorized are not in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS HEREBY ORDERED, that Swarthout Valley Water Company be, and it hereby is, authorized to use approximately \$621.00 of the proceeds received through the issue of the stock authorized by Decision No. 30255, dated October 18, 1937, as amended, to finance the cost of the improvements referred to herein.

IT IS HEREBY FURTHER ORDERED, that the order in Decision No. 30255, dated October 18, 1937, as amended, shall remain in full force and effect, except as modified by this Third Supplemental Order.

DATED at ^{Los Angeles}~~San Francisco~~, California this 2nd day of ^{May}~~April~~, 1939.

W. E. Wabbling
Frank A. Allen
Carl A. Rice
W. H. Allen
Justin J. Coe
COMMISSIONERS