Decision No. 22827 BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA ORIGINAL In the Matter of the Application of SWARTHOUT VALLEY WATER COMPANY, Application No. 21378 a California corporation, for an order authorizing issue of stock and promissory note. BY THE COMMISSION: FOURTH SUPPLEMENTAL ORDER Swarthout Valley Water Company, by Decision No. 30255, dated October 18, 1937, was authorized by the Commission, among other things, to issue and sell at par for cash, \$20,000 of its common capital stock and to use \$15,000. of the proceeds to pay in part the cost of acquiring a certain water system located in and about Wrightwood in Swarthout Valley, Los Angeles and San Bernardino Counties, \$600 to provide working capital and the balance, \$4,400, to finance the cost of additions and improvements, and for such other purposes as the Commission might authorize. Thereafter, by the first, second, and third supplemental orders in this proceeding, the company was author-

unexpended balance of \$1,879.

The company now asks for a further order per-

ized to use \$2,521 of such balance of \$4,400, to pay for

certain extensions, additions and improvements, leaving an

mitting it to expend the sum of \$400 for laying approximately 1,600 feet of one-inch pipe in the Sheep Creek area of Wrightwood for the purpose of affording fire protection in that region. It reports that fire hazards make the expenditure necessary and that such expenditures should be completed in the early part of this year.

The Commission has considered this matter and is of the opinion that the request should be granted, that the money, property or labor to be procured or paid for is reasonably required for said purpose and that the expenditure herein authorized is 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 \$400 of the proceeds received through the issue of the stock authorized by Decision No. 30255, dated October 18, 1937, to finance the cost of the pipe line 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 Fourth Supplemental Order.

Dated at San Francisco, California, this 2/8

day of January, 1941.

Commissioners.