

ORIGINAL

Decision No. 34211

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

IN THE MATTER OF the Application of
MARTIN and GOOLD WATER CORPORATION, A
Corporation, for authority to borrow
money and execute a note therefor,
for construction.

Application No. 24172

BY THE COMMISSION:

O P I N I O N

Martin and Goold Water Corporation asks permission to issue to Bank of America National Trust & Savings Association its installment note for the sum of \$2,781.25 for the purpose of obtaining funds to pay in part the cost of installing a new pipe line, to which reference is made hereafter.

Martin and Goold Water Corporation is engaged in the business of furnishing water as a public utility in the vicinity of El Monte, California. For 1940, Martin and Goold Water Corporation and its predecessor, Martin Goold Land & Water Co., a copartnership, report total operating revenues of \$12,166.15. As of December 31, 1940, 547 active service connections were attached to applicant's water system.

Applicant, in its operations, operates five pumping plants. Plant No. 1 and Plant No. 2 are now connected. Applicant proposes to connect Plant No. 2 and Plant No. 3 by the installation of about 4,000 feet of 8" steel pipe. The cost of this pipe line, installed, is estimated at \$2,660.00. Upon the installation of the pipe line connecting Plant No. 2 and Plant

No. 3, applicant will be able to convey water produced by Plant No. 3 to the territory adjacent to Plant No. 2 and Plant No. 1. It is of record that Plant No. 3 is producing at present more water than is needed in the territory adjacent thereto. By interconnecting the three plants, applicant will, for the present, be relieved of the expense of installing another pumping plant.

Applicant has made arrangements to borrow, from the Bank of America National Trust & Savings Association, \$2,500.00. The note which it will issue to the Bank of America National Trust & Savings Association, however, will be for the sum of \$2,781.25; the difference between the two amounts representing the interest. The principal sum will be payable as follows: \$77.26 or more, on June 15, 1941, and \$77.26, or more, on the 15th day of each and every month thereafter until the 15th day of May, 1944, on which date the entire balance of the principal then unpaid shall become due and payable.

A copy of applicant's proposed note is filed in this proceeding as Exhibit "B."

O R D E R

The Commission having considered applicant's request and it being of the opinion that this is not a matter on which a hearing is necessary, that the money, property or labor to be procured or paid for by applicant through the issue of said note is reasonably required for the purposes herein stated, and that the expenditures for said purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS HEREBY ORDERED that Martin and Goold Water Cor-

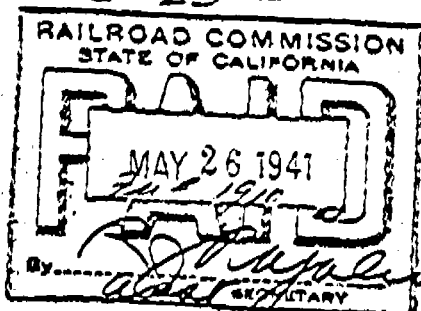
poration be, and it is hereby, authorized to issue to Bank of America National Trust & Savings Association its promissory note for the sum of \$2,781.25, said note to be in substantially the same form as the note filed in this proceeding as Exhibit "B."

IT IS HEREBY FURTHER ORDERED that Martin and Goold Water Corporation shall use the proceeds realized from the issue of said note to acquire and install an 8" steel pipe line connecting pumping Plant No. 2 with pumping Plant No. 3, to which pipe line reference is made in this application.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when Martin and Goold Water Corporation has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which minimum fee is Twenty-five (\$25.00) Dollars.

IT IS HEREBY FURTHER ORDERED that within thirty (30) days after the installation of said pipe line, Martin and Goold Water Corporation shall file with the Railroad Commission a copy of the note issued under the authority herein granted, together with a statement showing, in detail, the cost of acquiring and installing said pipe line.

Dated at San Francisco, California, this 29th day of May, 1941.



[Signature]
[Signature]
[Signature]
[Signature]
Commissioners