Decision No. 38303

BEFORE THE RATIROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

In the Matter of the Application of VALLEJO WATER COMPANY to Sell, and of CITY OF VALLEJO to Purchase, The Properties of Vallejo Water Company.

Application No. 26993

BY THE COMMISSION:

ORDER

The Vallejo Water Company, a corporation, engaged in the business of furnishing water for domestic and commercial purposes to customers in and in the vicinity of the City of Vallejo, Solano County, California, asks the Commission for authority to sell and transfer its water system for a consideration of 195,000 to the City of Vallejo, a municipal corporation, which joins in the application.

The City will consolidate and operate the Vallejo Water Company's system in conjunction with its own municipal waterworks and will continue to serve all said Company's customers with water and will assume and discharge all contract and utility obligations of the water company involving service of water to the public.

The Company reports a fixed capital installed, as of December 31, 1944, of \$132,674, and its reserve for accrued depreciation as \$30,752. Its operating revenues for the year 1944 are reported as \$4,865, and operating expenses as \$5,912, including depreciation charges of \$1,005, leaving a net loss of \$1,053. The system supplied water to 220 customers, the greater portion being on flat rate basis.

It appears that this is not a matter on which a public hearing is necessary and that the application should be granted, now, therefore,

IT IS HEREBY OPDERED AS FOLLOWS:

1. That the Wallejo Water Company, a corporation, be and it is hereby authorized to sell and transfer its public

utility water system to the City of Vallejo, a municipal corporation, on or before the first day of January, 1946;

- 2. That on or before the date of actual transfer of said system, Vallejo Water Company shall refund all deposits which consumers are entitled to have refunded, under the utility's filed rates, rules and regulations, and shall file a written statement, on or before January 1, 1946, showing disposition of any such deposits, or that no deposits existed;
- 3. That within sixty (60) days after the sale and transfer of its water properties to the City of Vallejo, the Vallejo Water Company shall file with the Railroad Commission a statement showing the exact date upon which it relinquished control and possession of its water system, a report covering its operations of the system during 1945, from January 1st to the date it relinquished control and possession of the system to the City of Vallejo.
- 4. That concurrent with the sale and transfer of its public utility property to the City of Vallejo, the Vallejo Water Company, a corporation, is relieved of the obligation to operate said property as a public utility water system.

The authority herein shall become effective twenty (20) days after

the date hereof.

Dated at ant rancisco California, this

day of October

1945.