

Decision No. 39568

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of SMITHSON SPRINGS WATER COMPANY,
a corporation, for an Order Author-
izing Issue of Stock.

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Application
No. 27893
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OPINION AND ORDER

Smithson Springs Water Company has applied to the Rail-
road Commission for authority to issue and sell \$4,500 par value
of its common capital stock, at par for cash, for the purpose of
paying indebtedness and of financing the cost of improvements to
its water system.

It appears that applicant has purchased from Alfred W.
Mondorf, for \$13,250, certain properties including a certificate
of public convenience and necessity to operate a water system near
Phelan, San Bernardino County, 155 acres of land and certain water
properties; that pursuant to authority granted by Decision No.
39227, dated July 30, 1946, it issued to said Mondorf \$10,500 par
value of stock in part payment for said properties; and that it is
now obligated to said Mondorf in the sum of \$2,750 for the balance
of the purchase price.

The corporation now desires to issue additional shares
of stock, in the aggregate amount of \$4,500, to discharge its
liability to Mondorf and to provide \$1,850 said to be necessary to
complete needed improvements to its water properties. Its re-
quirements are set forth in the application as follows:

Labor to complete brick work on reservoir	\$ 75.93
Labor to install framework for roof of reservoir	231.50
Plastering inside of reservoir	174.75
Additional roofing paper	10.61
Labor installing roofing paper and applying tar to roof and floor	135.00
Finish bulldozing dirt around walls of reservoir	150.00
Labor to complete pipe line	364.75
Art Concrete Work, 32 Meter boxes	84.60
Labor installing Meter boxes	32.00
Workmans Compensation Insurance	44.00
Gas and oil for trucks	56.20
Tax bond	75.00
Everette Clark, Engineer	110.20
Tire, tube, battery for truck	63.72
Pipe to complete pipe line	148.00
Premium on Subdivision road bond	37.50
Division of Real Estate fees	50.00
Payment to A. W. Mondorf	2,750.00
Total	\$4,593.76

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the application should be granted, as herein provided, and that the money, property or labor to be procured or paid for through the issue of said stock is reasonably required for the purposes specified herein, which purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS HEREBY ORDERED as follows:

1. Smithson Springs Water Company may issue and sell at par for cash, on or before February 28, 1947, not exceeding \$4,500 par value of its common capital stock and use the proceeds to pay \$2,750 due Alfred W. Mondorf and to finance the expenditures for improvements to its water properties referred to herein.
2. Smithson Springs Water Company shall file with the Commission reports of the issue of the stock herein authorized and of the disposition of the proceeds as required by the Commission's General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

3. The authority herein granted will become effective upon the date hereof.

Dated at San Francisco, California, this 29th day of October, 1946.

Harold P. Kild
Justus F. Coeuen
Francis J. ...
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Commissioners