

ORIGINAL

Decision No. 41481

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
MARTIN and COOLD WATER CORPORATION,	:	
a Corporation, for authority to borrow)	Application
money and execute a note therefore,	:	No. 29240
for construction.)	
-----	:	

OPINION AND ORDER

Martin and Coold Water Corporation has applied to the Public Utilities Commission for authority to issue an unsecured note for \$6,500 for the purpose of financing the cost of additional lines. The proposed note will be issued to First State Bank of Rosemead, will bear interest at the rate of 5% per annum, and will be payable in installments of \$250 or more per month beginning on May 15, 1948. A copy of the note has been filed in this proceeding as Exhibit "B".

The application shows that Martin and Coold Water Corporation is engaged in the business of furnishing water, as a public utility, in the vicinity of El Monte, Temple City and Arcadia. It reports 867 active service connections at the end of 1945, 1151 at the end of 1946 and 1587 at the end of 1947. Its operating revenues have been reported at \$22,903 during 1945, at \$28,453 during 1946 and at \$38,239 during 1947, with net income of \$1,534 in 1945, of \$1,246 in 1946 and of \$2,426 in 1947.

The company obtains its supply of water from wells near El Monte and Temple City. It reports that in order to insure an adequate supply of water and to improve its service it found it

necessary to install a new Waukesha 60 horsepower natural gas engine in Plant No. 9, to install a well at Plant No. 12 and to install pipe lines to connect said pumping plants with the distribution system, to extend the service to new consumers and to improve pressure conditions. It estimates the size and cost of the proposed new lines at \$6,500, segregated as follows:

2,000 feet dipped and wrapped ten-inch steel pipe	\$2,940
1,400 feet dipped and wrapped eight-inch steel pipe	1,596
Ditching, installing welding, valves, fittings, miscellaneous	<u>1,964</u>
Total	<u>\$6,500</u>

The company reports that it does not have sufficient funds on hand to construct these lines and hence has arranged to obtain the same through the issue of its note.

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

IT IS HEREBY ORDERED as follows:

1. Martin and Cold Water Corporation, after the effective date hereof and on or before July 31, 1948, may issue a note for \$6,500, in the same form as the note filed in this proceeding

as Exhibit "B", for the purpose of financing the cost of the pipe lines referred to herein.

2. Martin and Goold Water Corporation shall file with the Commission a report, or reports, as required by 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 when Martin and Goold Water Corporation has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is twenty-five (\$25.00) dollars.

Dated at San Francisco, California, this 20th day of April, 1948.

R. S. [unclear]
Justin J. Brewer
Frank H. Lowell
Herbert [unclear]
Commissioners

PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
2673 LA
APR 21 1948
W. A. Klippel