

ORIGINAL

Decision No. 42539

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
HIGHWAY CITY WATER SYSTEM, a Calif-	:	
ornia Corporation, and JACK SOLLIS,)	
WARREN SOLLIS, his wife, and JAMES	:	Application
W. VAUGHN for an Order Authorizing)	No. 30071
the Borrowing of \$4800.00 and Secur-	:	
ing the Same by Deed of Trust Upon)	
the Highway City Water System.	:	
-----)	

OPINION AND ORDER

The Commission by Decision No. 40428, dated June 24, 1947, in Application No. 27937, authorized Fresno Suburban Water Service Company to sell and convey its Highway City Water System to Jack Sollis, Warren Sollis, his wife, and James W. Vaughn. In part payment for the properties the Commission by said decision authorized the purchasers to issue their note for the sum of \$3,000, and execute a deed of trust and mortgage to secure the payment of the note. The water system serves 423 consumers.

In the above entitled application Jack Sollis, Warren Sollis, his wife, and James W. Vaughn, hereafter at times referred to as applicants, report that they now owe on said note \$2,000. They further report that because of the increasing demand for water it is necessary for them to install another well and pumping plant. To pay for the well and pumping plant, to pay said note of \$2,000, and to pay other indebtedness incurred by applicants to enlarge their water system, applicants ask permission to issue to Joe Lo Forti their 5% note for the sum of \$4,800. The principal and

interest is payable in monthly installments of \$251.48 (final payment \$251.40) or more, the first payment being due May 10, 1949. They also ask permission to execute a deed of trust to secure the payment of the note. It will be a lien on the real property on which applicants' two pumping plants and tanks are located and on their water properties.

The Commission has considered this application and is 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 the issue of a note for the principal sum of \$4,800 is reasonably required by applicants for the purposes herein stated, and that this application should be granted, subject to the provisions of this opinion and order; therefore,

IT IS HEREBY ORDERED as follows:

1. Jack Sollis, Warren Sollis, his wife, and James W. Vaughn, after the effective date hereof and on or before May 31, 1949, may issue their 5% installment note for the principal sum of not exceeding \$4,800, and execute a deed of trust to secure the payment of said note, said note and deed of trust to be in, or substantially in, the same form as the note and deed of trust on file in this application as Exhibit "A-2".

2. Jack Sollis, Warren Sollis, his wife, and James W. Vaughn shall use the \$4,800 to pay the balance due on the note issued pursuant to the authority granted by Decision No. 40428; to pay the cost of the well and pumping plant referred to in this application, and to pay indebtedness incurred to extend or improve their water properties.

3. The authority herein granted will become effective when applicants, or any of them, have paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is twenty-five (\$25.00) dollars.

4. Applicants shall file a report or reports required by the Commission's General Order No. 24-A, which order, insofar as applicable, is made a part of this order. Applicants shall also file with the Commission within thirty (30) days after its execution, a copy of the deed of trust executed under the authority herein granted.

Dated at San Francisco, California, this 23rd day of February, 1949.

R. J. [Signature]
Justin F. [Signature]
[Signature]
Harold [Signature]
[Signature]
Commissioners

