

Decision No. 44502

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
ADA H. MARCH for order authorizing :
issue of note and execution of deed)
of trust. :
-----)

Application
No. 31505

O R D E R

Ada H. March, applicant herein, is the owner of a public utility water system, known as the Ivanhoe Water Company, used in supplying water to approximately 400 customers in and about the town of Ivanhoe, Tulare County. In this application, she seeks permission to issue an unsecured note to Bank of America National Trust and Savings Association in the principal amount of \$7,000, payable in monthly installments over a period of five years with interest at the rate of 4% per annum. (1)

Applicant's 1949 annual report shows her net investment in plant at \$12,475.67 at the close of the year, operating revenues of \$10,638.79 during the year, and net income of \$1,747.48 before provision for federal income taxes. According to the report, the water properties include two wells, two storage tanks, and approximately 36,000 feet of distribution mains ranging in size from 3/4-inch to five-inch.

Applicant now reports that she finds it necessary to improve her service to her customers and to that end proposes to

(1) The title of the application indicates that Ada H. March originally planned to issue a note secured by a deed of trust. However, subsequent to the filing of the application she has advised the Commission that she has made arrangements to issue an unsecured note.

install approximately 2,700 feet of six-inch and ten-inch transite pipe to replace pipe of smaller dimensions and to connect existing lines. She has made arrangements to borrow the sum of \$7,000 to finance the cost of the proposed improvements.

The Commission has considered this matter and is of the opinion that a public hearing thereon 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 a note for \$7,000 is reasonably required by applicant for the purposes specified herein; therefore,

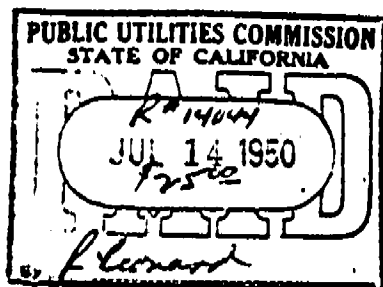
IT IS HEREBY ORDERED as follows:

1. Ada H. March, after the effective date hereof and on or before August 31, 1950, may issue an unsecured note, in, or substantially in, the same form as that filed in this proceeding, in the principal amount of not exceeding \$7,000, payable in monthly installments over a period of five years with interest at the rate of 4% per annum, for the purposes indicated in this application.

2. Applicant shall file with the Commission a report 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 applicant 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 11th day of July, 1950.



G. B. Dunning
Justice J. C. Green
Charles F. Farrell
Harold A. Niles
Kenneth L. Potter
Commissioners