

Decision No. 45900

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
PINE FLAT WATER COMPANY for order :	Application
authorizing issue of stock.)	No. 32493
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OPINION AND ORDER

Pine Flat Water Company, applicant herein, is a California corporation engaged in supplying water for domestic purposes to approximately 80 customers at the summer resort of Pine Flat, Tulare County, under a certificate of public convenience and necessity granted by the Commission by Decision No. 42920, dated May 24, 1949. (1) In this application, it seeks authority to issue and sell 400 shares of its common stock, of the aggregate par value of \$4,000, to finance the cost of additions and improvements to its water system.

Applicant's water system, according to information on file with the Commission, includes 5 springs, a 31,000-gallon tank and approximately 30,000 feet of distribution mains, the estimated cost of the same being reported at approximately \$17,700 as of December 31, 1950. Applicant now reports that it is required to expand its system by the installation of the following facilities:

Stand-by well and equipment	\$2,650
Reconditioning and connecting one distribution tank	350
Meters	500
Twenty fire hydrants	<u>500</u>
Total	<u>\$4,000</u>

(1) For the year 1950, applicant reports revenues from the sale of water at \$1,703 and expenses of \$1,192.

Applicant reports that it believes it can dispose of its stock at par for cash in its service area, and accordingly has made this application in order to finance its proposed improvements.

The Commission has considered applicant's request and is of the opinion that a public hearing thereon is not necessary; that the application should be granted, as herein provided; that the money, property or labor to be procured or paid for through the issue and sale of the stock herein authorized is reasonably required by applicant for the purpose specified herein; and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Pine Flat Water Company, after the effective date hereof and on or before December 31, 1951, may issue and sell, at par for cash, not exceeding 400 shares of its common stock of the par value of \$10 each, for the purpose of financing the cost of the additions and improvements to which reference is made in this proceeding.
2. Applicant shall file with the Commission monthly 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 twenty (20) days after the date hereof.

Dated at San Francisco, California, this 29th day
of June, 1951.

R. J. [Signature]
Harold [Signature]
John E. [Signature]
[Signature]
[Signature]
Commissioners