

**ORIGINAL**

Decision No. 46827

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )  
 - of - :  
 ROBERT M. SIMPSON and ELVERA V. )  
 SIMPSON, husband and wife, doing :  
 business as Calwa City Water Com- )  
 pany, for order authorizing them :  
 to borrow money for the purpose )  
 of paying existing indebtedness, :  
 and for the improvement of ser- )  
 vice. )  
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Application  
 No. 33173

OPINION AND ORDER

Robert M. Simpson and Elvera V. Simpson, applicants herein, are engaged in operating the Calwa City Water Company in Fresno County. In this application they seek authorization to execute a deed of trust and a mortgage of chattels and to issue a note in the principal amount of \$20,000.

Applicants report they have need for the proceeds from the issue of the note for the following purposes:

To pay indebtedness -		
(a)	Secured note in favor of Belmont Cemetery Association payable at rate of \$150 a month	\$ 5,325.00
(b)	Unsecured note in favor of Mrs. R. M. Simpson, including interest of \$2.89	580.16
To finance improvements -		
(a)	30 h.p. pump to increase capacity	2,000.00
(b)	Meter at pumping plant and provision for production and distribution control	1,000.00
(c)	Materials and mains to serve new customers	3,000.00
(d)	Materials and mains to connect system serving Industrial Home Sites Tract	3,500.00
(e)	Materials and mains to connect and serve Fresno Industrial Site	3,500.00
To provide working capital		<u>1,094.84</u>
Total		<u>\$20,000.00</u>

The application shows that arrangements have been made to borrow said sum of \$20,000 from Einstein Investment Company, the borrowing to be represented by a note, bearing interest at the rate of 6% per annum, and payable principal and interest in monthly installments of \$200 or more. The payment of the note will be secured by a deed of trust and a mortgage of chattels on the water system.

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; that the money, property or labor to be procured or paid for through the issue of the note herein authorized is reasonably required by applicants for the purposes specified herein; and that such purposes, except as otherwise authorized, are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Robert M. Simpson and Elvera V. Simpson, after the effective date hereof and on or before July 31, 1952, may execute a deed of trust and a mortgage of chattels in, or substantially in, the same form as those filed in this proceeding as Exhibit A and Exhibit B, respectively, and may issue a promissory note in the principal amount of \$20,000 for the purposes set forth in this application.

2. Applicants 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 when applicants have paid the minimum fee prescribed by Section 1904 of the Public Utilities Code, which fee is twenty-five (\$25.00) dollars.

Dated at San Francisco, California, this 11<sup>th</sup> day of March, 1952.

*R. J. [Signature]*  
President

*Justice F. Casner*

*Harriet Hill*

*Peter E. [Signature]*

Commissioners

