

**ORIGINAL**

Decision No. 47308

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of	)	
Alisal Water Corporation to sell	:	
properties and R. W. Adcock and	)	Application
Katharine L. Adcock, doing business as	:	No. 33484
Adcock Water Company, to acquire shares	)	
of stock and to issue a note.	:	
-----	)	

OPINION AND ORDER

This is an application for an order of the Commission authorizing R. W. Adcock and Katharine L. Adcock, doing business as Adcock Water Company, to acquire the outstanding capital stock of Alisal Water Corporation and to issue a promissory note in part payment therefor, and authorizing Alisal Water Corporation to sell and transfer its certificate of public convenience and necessity and all of its water properties, excepting certain land and equipment.

Alisal Water Corporation is engaged in operating a public utility water system in Alisal, East Salinas, California, under a certificate of public convenience and necessity granted by the Commission by Decision No. 43984, dated March 28, 1950. Its stockholders report that they are unable to continue financing the operation of the water system and that they have entered into an agreement to transfer the same to R. W. Adcock and Katharine L. Adcock, who are engaged in operating a public utility water system in territory adjoining the City of Salinas. The two water systems adjoin one another and it is planned, in the event this application is granted, to consolidate them into one system.

Alisal Water Corporation has 720 shares of common stock outstanding, which are held by Victor S. and Ruth T. Velissaratos.

They have made arrangements to sell their shares of stock to R. W. and Katharine L. Adcock for the sum of \$2,000, payable \$600 in cash and \$1,400 by a promissory note, the note to be repaid in monthly installments of \$70 with interest at the rate of 5% per annum on deferred balances. Alisal Water Corporation thereafter proposes to transfer to R. W. and Katharine L. Adcock its certificate of public convenience and necessity and all of its operating properties with the exception of the wells, pumps, mains, valves, tanks and electrical equipment located at 713 Mae Avenue, Alisal, East Salinas, as well as the land now owned by Alisal Water Corporation. The equipment and land above referred to, being no longer required in connection with the operations of the public utility water system, are to be sold to Victor S. and Ruth T. Velissaratos for the sum of \$1,500.

The Commission has considered this matter and is of the opinion that a public hearing thereon is not necessary; that the proposed acquisition of Alisal Water Corporation's capital stock by R. W. and Katharine L. Adcock and the subsequent transfer of properties by Alisal Water Corporation will not be adverse to the public interest; that the application should be granted, as herein provided; that the money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required 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. R. W. Adcock and Katharine L. Adcock, after the effective date hereof and on or before December 31, 1952, may acquire the outstanding capital stock of Alisal Water Corporation.

2. Alisal Water Corporation, after the effective date hereof and on or before December 31, 1952, may transfer to R. W. Adcock and Katharine L. Adcock its certificate of public convenience and necessity and its water properties, excepting its land and the equipment located at 713 Mae Avenue, Alisal, East Salinas, which land and equipment it may sell and transfer to Victor S. Velissaratos and Ruth T. Velissaratos.

3. R. W. Adcock and Katharine L. Adcock, after the effective date hereof and on or before December 31, 1952, may issue a promissory note in the principal amount of not exceeding \$1,400, payable in monthly installments of \$70, or more, with interest at the rate of 5% per annum on deferred balances, in part payment for the stock of Alisal Water Corporation.

4. Alisal Water Corporation shall file with the Commission, on or before January 15, 1953, a certified copy of each instrument executed to convey said water system to R. W. Adcock and Katharine L. Adcock and said land and equipment to Victor S. Velissaratos and Ruth T. Velissaratos and a statement indicating the date upon which it relinquished control of said properties.

5. The rates, rules and regulations of Alisal Water Corporation now on file with the Commission shall be refiled within thirty (30) days after the date of transfer under the name of R. W. Adcock and Katharine L. Adcock, doing business as Adcock Water Company, in accordance with the procedure prescribed by General Order No. 96, or, in lieu of such refiling, R. W. Adcock and Katharine L. Adcock may file a notice of adoption of said presently filed rates, rules and regulations. No increase in the present rates shall be made unless authorized by the Commission.

6. On or before the date of actual transfer, Alisal Water Corporation shall refund all deposits which customers are entitled to have refunded. Any unrefunded deposits shall be transferred to and become the obligation for refund of R. W. Adcock and Katharine L. Adcock.

7. R. W. Adcock and Katharine L. Adcock, on or before January 15, 1953, shall file with the Commission a report of the issue of the note as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

8. The action taken herein shall not be construed to be a finding of the value of the rights and properties herein authorized to be transferred.

9. The authority herein granted will become effective when R. W. Adcock and Katharine L. Adcock have paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is twenty-five (\$25.00) dollars.

Dated at San Francisco, California, this 24<sup>th</sup> day of June, 1952.

*R. W. Adcock*  
 President  
*James F. Cassels*  
*Harold P. Kula*  
*Samuel H. Lott*  
*Peter E. Mitchell*  
 Commissioners

