

ORIGINAL

Decision No. 47430

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
UEHLING WATER CO., INC., a California	:	
Corporation, and CASA VENIDA WATER)	
COMPANY, a California Corporation, for	:	
an Order to Transfer the Water System)	Application
and to Issue a Secured Note as Partial	:	No. 33219
Payment therefor under Section 51(a))	(First Supplemental)
of The Public Utilities Act and Section	:	
851 of The Public Utilities Code and)	
to Issue 204 Shares of the Common Stock	:	
of Casa Venida Water Company.)	
-----	:	

FIRST SUPPLEMENTAL OPINION AND ORDER

By Decision No. 47092, dated May 5, 1952, the Commission denied a request of Uehling Water Co., Inc. to sell its water system to Casa Venida Water Company and a request of Casa Venida Water Company to issue \$20,400 of stock and a \$70,000 note to finance the purchase price of said water properties. The agreed purchase price was \$90,400.

In their verified first supplemental application filed on July 1, 1952, applicants report the following:

1. Uehling Water Co. Inc. proposes to sell the physical assets of said corporation as set forth in the application on file herein, to Casa Venida Water Company, for the sum of \$60,440.00 and to accept in payment thereof the sum of \$20,440.00, plus a promissory note secured by a mortgage on the water system in the sum of \$40,000.00, executed by Casa Venida Water Company, which said note shall be payable in 120 equal installments, plus interest at 5% on the unpaid balance.
2. The Incorporators of Casa Venida Water Company propose to pay into said corporation the sum of \$3500.00 to be used as working capital, and, in addition, propose to issue \$20,000 in stock to the original Incorporators.

The Commission has given consideration to the revised program set forth in the first supplemental application and is of the opinion that a further hearing is not necessary; that the transfer of the water system will not be adverse to the public interest; that the first supplemental 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 and stock herein authorized is reasonably required by Casa Venida Water Company 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. Uehling Water Co., Inc., after the effective date hereof and on or before December 31, 1952, may sell its water system to Casa Venida Water Company.

2. Casa Venida Water Company, after the effective date hereof and on or before December 31, 1952, may issue a promissory note in the principal amount of \$40,000, payable in 120 monthly installments with interest at the rate of 5% per annum, and \$20,000 par value of its stock in acquiring said water system. It may execute a mortgage to secure the payment of said note in substantially the same form as the mortgage filed in this proceeding.

3. On or before the date of actual transfer, Uehling Water Co., Inc. 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 Casa Venida Water Company.

4. The rates, rules and regulations of Uehling Water Co., Inc. now on file with the Commission shall be refiled within thirty

(30) days after the date of transfer under the name of Casa Venida Water Company, in accordance with the procedure prescribed by General Order No. 96, or, in lieu of such refiling, Casa Venida Water Company 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.

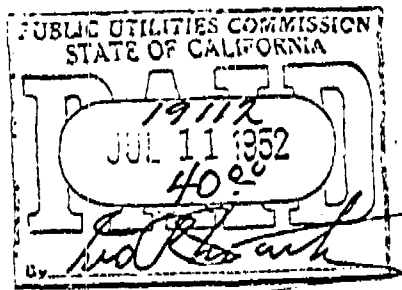
5. The action taken herein shall not be construed to be a finding of the value of the properties herein authorized to be transferred.

6. Casa Venida Water Company shall file with the Commission a copy of each journal entry used to record on its books the acquisition of said water system and the distribution to primary accounts.

7. Casa Venida Water Company 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.

8. The authority herein granted will become effective when Casa Venida Water Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is forty (\$40.00) dollars.

Dated at San Francisco, California, this 8th day of July, 1952.



President
Justice J. Calver
Harold H. ...

Commissioners