

ORIGINAL

Decision No. 47431

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
CATHEDRAL CITY WATER CO. INC.,)
For a Permit Authorizing it to)
Issue and Sell its Securities.)
-----)

Application
No. 33444

OPINION AND ORDER

This is an application for an order authorizing Cathedral City Water Co. Inc. to issue 100 shares of its capital stock of the aggregate par value of \$10,000, for the purpose of paying indebtedness.

Applicant is engaged in operating a public utility water system in and about Cathedral City, in the County of Riverside. (1) In this application it reports that growth in its service area has created the need for additional water facilities consisting of storage capacity and line extensions, and that it borrowed \$10,000 from two of its stockholders to purchase and install approximately 13,600 feet of six-inch distribution line, a new steel reservoir of 20,000 gallons capacity, a new well, and general system improvements. It appears that such stockholders are willing to accept shares of stock in satisfaction of the amounts due them.

The Commission has considered applicant's request to issue its stock and is of the opinion that a public hearing is not necessary; that the application should be granted, as herein provided;

(1)

Applicant reports its operating revenues for 1951 at \$19,098 and its net profit at \$1,775. It reports its net investment in fixed assets at \$47,833 at the close of the year and its presently outstanding stock in the amount of \$10,000.

that the money, property or labor to be procured or paid for by the issue 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. Cathedral City Water Co. Inc., after the effective date hereof and on or before October 31, 1952, may issue not exceeding 100 shares of its capital stock of the aggregate par value of \$10,000 for the purpose of paying outstanding indebtedness.
2. Cathedral City Water Co. Inc. 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 8th day of July 1952.

[Signature]
President
Justus J. Callaway
Harold A. Hula
[Signature]
Commissioners