A.33558 MMW

Decision No. <u>47490</u>

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA In the Matter of the Application) of) BEN ALI WATER COMPANY) for order authorizing issue of stock.

OPINION AND ORDER

Ben Ali Water Company has filed this application for authority to issue 25,000 shares of its common stock in exchange for the 2500 shares currently outstanding.

Applicant is a California corporation and is engaged in the business of rendering water service in certain areas in the County of Sacramento, State of California. It advises that by amendment to its articles of incorporation it has increased its capitalization from 2500 shares of no par value common stock to 100,000 shares of no par value common stock. It now proposes, and by this application requests authority, to issue 25,000 shares of the new capital stock in exchange for the 2500 shares now outstanding on the basis of ten shares of the new stock for each share presently outstanding. The stated value of the common stock presently outstanding and to be outstanding is \$200,000. Applicant avers that such a split-up of its stock is in the best interest of the corporation and the stockholders and that it will facilitate the future sale of this corporation's stock by the corporation or by its stockholders.

The Commission has considered the request of applicant to issue 25,000 shares of common stock in exchange for the 2500 shares currently outstanding and is of the opinion that a public hearing

-1

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 by the issue of the shares of stock 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. Ben Ali Water Company, after the effective date hereof and on or before December 31, 1952, may issue 25,000 shares of its common stock of the aggregate stated value of \$200,000 in exchange for the 2500 shares of common stock currently outstanding, of the same stated value.

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 <u>22</u> day of July, 1952.

Commissioners