

ORIGINAL

Decision No. 54759

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of WELLS WATER SERVICE, a California Corporation, for (1) certificate of public convenience and necessity to continue the operation of and to construct and operate an additional public utility water system in unincorporated areas known as Del Dayo Estates Unit No. 1, 2, and 3, Sacramento County and (2) establishment of rates for the service rendered, and (3) authorization for issuance of corporate stock of applicant for property, and (4) authority to bill customers on a bi-monthly basis, and (5) authority to exercise county franchise.

Application No. 37421  
(First Supplemental  
Application)

FIRST SUPPLEMENTAL ORDER

In a supplemental application filed in this proceeding on February 15, 1957 and amended on March 21, 1957, Wells Water Service, a corporation, reports that it has incurred additional costs of \$1,352.58 for the purpose of developing an adequate water supply from the present well in Del Dayo Estates Unit No. 3 for distribution in the service area which was certificated to it by Decision No. 54135, dated November 27, 1956. It reports that it will finance \$800 of its costs by the issue of 800 shares of common stock, of the par value of \$1 each, to Monroe Wells and the balance from other sources. It seeks authorization to issue the 800 shares.

The Commission has considered this request and is of the opinion that a public hearing is not necessary, that the first supplemental application, as amended, should be granted.

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. Wells Water Service, on and after the date hereof and on or before August 31, 1957, may issue 800 shares of its common capital stock for the purpose set forth in this first supplemental application, as amended.

2. The authority herein granted to issue capital stock is subject to the condition that when issued all documents evidencing any of said shares of stock shall be deposited ✓ with First Western Bank and Trust Company, as escrow holder, to be held as an escrow pending the further written order of the Commission; that the receipt of such escrow holder for said documents shall be filed with the Commission; and that the owners or persons entitled to said shares shall not consummate a sale or transfer of said shares, or any interest therein, or receive any consideration therefor, until the written consent of the Commission shall have been obtained so to do.

3. Wells Water Service shall file with the Commission a monthly report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

4. The authority herein granted will become effective on the date hereof.

Dated at San Francisco, California, this 27th day of April, 1957.

*John E. Mitchell* President  
*Paul Nutcracker*  
*Mark J. Dole*  
*R. Hardy*  
*E. L. Fox* Commissioners