

Decision No.

54834

ORIGINAL

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 operations 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
(Fourth Supplemental)

CONSENT TO TRANSFER SHARES
AND ORDER TERMINATING ESCROW

In a fourth supplemental application filed in the above-entitled proceeding on April 4, 1957, the Commission is asked to authorize the transfer of 26,800 shares of the \$1 par value of common stock of Wells Water Service now held in escrow with the First Western Bank and Trust Company and to authorize the termination of the escrow.

It appears that Wells Water Service heretofore has issued 23,755 shares of its common stock pursuant to authorization granted by Decision No. 51740, dated July 26, 1955, that it was not required to deposit such shares in escrow and that the shares were acquired and are held by Wright & Kimbrough, a corporation. It further appears, however, that Wells Water

Service, pursuant to authorization granted by Decision No. 54135, dated November 27, 1956, and Decision No. 54759, dated April 2, 1957, issued 26,800 additional shares of common stock, that pursuant to the orders of the Commission it deposited such shares in escrow with the First Western Bank and Trust Company and that the certificates representing these shares are in the names of Monroe Wells and Clarence H. Pease.

Monroe Wells and Clarence H. Pease now report they desire to transfer the 26,800 shares of stock to Wright & Kimbrough, which corporation then will become the sole shareholder of the utility, and, in view of the escrow restrictions, they have requested an appropriate order from the Commission.

The Commission has considered this matter and hereby consents to the transfer of the 26,800 shares of stock from Monroe Wells and Clarence H. Pease to Wright & Kimbrough. The Commission is of the opinion, moreover, that no good cause exists for continuing the escrow heretofore established with respect to these shares of stock, and therefore,

IT IS HEREBY ORDERED that the escrow of 26,800 shares of stock of Wells Water Service, for which provision

was made in Decision No. 54135 and Decision No. 54759, hereby is terminated and the escrow holder hereby is authorized to deliver said shares to the owner, or owners, thereof.

This order is effective on the date hereof.

Dated at San Francisco, California, this 16th day of APRIL, 1957.

[Signature]
President
[Signature]
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Commissioners