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Decision No. _ 54838

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of HIGHLANDERS WATER COMPANY, a California corporation, for a certificate of public convenience and necessity to authorize the operation of a water distribution system as a public utility in the County of Riverside, State of California, to establish rates, and to authorize the issuance of stock.

Application No. 37069 (First Supplemental Application)

SECOND SUPPLEMENTAL ORDER

By Decision No. 53127, dated May 23, 1956, in this proceeding, the Commission granted Highlanders Water Company a certificate of public convenience and necessity to construct and operate a public utility water system subject to the following condition:

> "That applicant shall within one hundred eighty days after the effective date of this order construct a physical connection between the Cunningham and First Street wells of Riverside Water Company, and within five days thereafter shall notify this Commission in writing of the completion of construction."

By its first supplemental application filed on March 4, 1957, applicant reports that while it originally contemplated it would take water from the Cunningham well which, in turn, was to be connected with the First Street well of the Riverside Water Company, such plan has been changed due to the fact that the State Division of Highways, in constructing the

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North-South Freeway through Riverside, has routed the freeway directly over Riverside Water Company's Cunningham well, thus rendering that source of supply unavailable.

Water from the Cunningham well being unavailable, applicant entered into further negotiations with Riverside Water Company which resulted in the establishment of new points of water delivery. It is now agreed between applicant and Riverside Water Company that applicant shall take delivery of water from Riverside Water Company's Highgrove well and Palmyrita well. The wells so designated have been tested by the Department of Public Health of the County of Riverside and have been found satisfactory for use as a source of domestic water. Utilization of the Highgrove and Palmyrita wells as a source of supply will require applicant to alter and enlarge portions of the pipeline construction it had originally planned. Applicant advises that it has commenced the additional construction.

Applicant further requests that the time within which it is required to set up its books, and file journal entries to reflect such action, so required by ordering paragraph 5 of Decision No. 52736, be extended to August 1, 1957.

The Commission having considered the requests contained in applicant's first supplemental application,

IT IS HEREBY ORDERED as follows:

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1. That the condition attached to ordering paragraph 1 of Decision No. 53127, dated May 23, 1956, be, and it is hereby set aside and vacated and that the following condition be established in lieu thereof:

> "That applicant shall, by September 30, 1957, construct and/or extend its pipelines so as to effect a physical connection with Riverside Water Company's Highgrove and Palmyrita wells, and within five days thereafter shall notify this Commission in writing of the completion of the construction."

2. That the time within which Highlanders Water Company shall set up its books and file journal entries to reflect such action, as directed by the orders in Decision No. 52736, dated March 6, 1956, as modified by Decision No. 53127, dated May 23, 1956, and Decision No. 53530, dated August 3, 1956, be, and it is hereby extended to and including August 1, 1957.

3. That this second supplemental order will become effective on the date hereof.

Dated at <u>San Francisco</u>, California, this <u>16</u>th day of April, 1957.

President Ω 110 Commissioners

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