

Decision No. 55151**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
DYKE WATER COMPANY, a corporation, for)	
authority to extend its water service)	
to additional territory in the vicinity))	Application No. 37097
of Garden Grove, in unincorporated)	First Supplemental
territory, County of Orange, under)	
Section 1001, Public Utilities Code)	
of the State of California.)	

FIRST SUPPLEMENTAL ORDER

Decision No. 54710, dated March 26, 1957, related to Tract No. 2928 in Orange County and required, in Ordering Paragraph 4, that "applicant shall base the accruals to depreciation upon spreading the original cost of the plant, less estimated net salvage and depreciation reserve, over the estimated remaining life of the property; applicant shall review the accruals when major changes in plant occur, or in any event at intervals of not more than five years. Results of these reviews shall be submitted to the Commission."

Decision No. 53858, dated October 1, 1956, related to the total properties of the Dyke Water Company in Orange County and required, in Ordering Paragraph 4, that "Dyke Water Company shall review annually the accruals to depreciation reserve which shall be determined for each primary plant account by dividing the original cost of plant less estimated future net salvage less depreciation reserve by the estimated remaining life of the surviving plant of the account; and the results of the reviews shall be submitted annually to the Commission."

It is apparent that more consistent results can be obtained and operating economies can be realized, if the depreciation

determinations are made for the companies' properties as a whole, rather than for individual parcels. Good cause appearing, therefore,

IT IS ORDERED as follows:

1. Paragraph 4 of the order in Decision No. 54710 is amended to read as follows: "That, for the purposes of determining depreciation accruals, the provisions of Ordering Paragraph 4 of Decision No. 53858 shall apply to the extension of plant authorized herein."

2. In all other respects said Decision No. 54710 shall remain in full force and effect.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 18th day of June, 1957.

W. E. Mitchell
President
Robert F. ...
William J. ...

Commissioners