

ORIGINAL

Decision No. 59094

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of LONE PINE WATER COMPANY for)
authority to issue and deliver)
its promissory notes representing)
loans not exceeding an aggregate)
principal amount of \$30,000.00.)

Application No, 411480

OPINION AND ORDER

Lone Pine Water Company, applicant herein, has filed this application for authorization to issue its note, or notes, in the aggregate principal amount of not to exceed \$30,000.

Applicant is a public utility engaged in supplying and distributing water in and about Lone Pine. Its balance sheet as of June 30, 1959, filed as Exhibit A, shows its net investment in fixed capital at \$55,523 and indicates that its sources of funds consisted, primarily, of \$14,185 of borrowings from Small Business Administration and \$41,576 of proprietary capital.

The company now proposes to refinance its existing indebtedness to Small Business Administration and to increase its borrowings by the sum of \$16,000 in order to finance the installation of additional mains and the reinforcement of its lines to improve system pressure. It therefore is making arrangements to borrow \$30,000 from Small Business Administration and to issue its note, or notes, in the amount of such borrowing, to be payable in monthly installments over a period of ten years, with interest at the rate of 5-1/2% per annum.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the money, property or labor to be procured or paid for by the issue of the note, or notes, herein authorized is reasonably required for the purposes specified herein, and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Lone Pine Water Company, on or after the effective date hereof and on or before December 31, 1959, may execute a chattel mortgage and may issue its note, or notes, in the principal amount of not to exceed \$30,000 for the purposes set forth in this application.
2. Lone Pine Water Company shall file with the Commission a report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.
3. The authorization herein granted is for the issue of notes and is not to be construed as indicative of amounts to be included in a future rate base for the determination of just and reasonable rates.
4. The authority herein granted will become effective when Lone Pine Water Company has paid the minimum fee prescribed

by Section 1904(b) of the Public Utilities Code, which fee is \$25.

Dated at San Francisco, California, this 6th
day of October, 1959.

Robert E. Mitchell President
E. J. Fox
Theodore H. Jenner
Commissioners

