

Decision No. 59227

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
VALLECITO WATER COMPANY for an  
order authorizing it to issue its  
promissory note.

Application No. 41576

OPINION AND ORDER

In this application Vallecito Water Company reports that in financing its properties it issued to Bank of America National Trust and Savings Association three notes in the aggregate principal amount of \$40,000, pursuant to authorization granted by the Commission, that such notes are about to mature, and that it proposes, and at this time seeks authorization, to refund said notes through the issue of a new unsecured note dated November 20, 1959, bearing interest at the rate of 5-3/4% per annum and maturing as to principal on October 12, 1960, or prior thereto on demand.

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

IT IS HEREBY ORDERED as follows:

1. Vallecito Water Company, on or after the effective date hereof and on or before December 31, 1959, may issue its unsecured note in the principal amount of not to exceed \$40,000 for the purpose of refunding outstanding indebtedness of like amount.

2. Vallecito 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 a note 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 on the date hereof.

Dated at Los Angeles, California,  
this 3<sup>rd</sup> day of November, 1959.

*Ernest A. Reag*  
President

*[Signature]*

*[Signature]*

*[Signature]*

*Theodore Jensen*  
Commissioners