

ORIGINAL

Decision No. 59264

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SUBURBAN WATER SYSTEMS, a California
corporation, for permission to borrow
money and in connection therewith, to
issue and sell its First Mortgage
Series E, 5-1/2% Bonds under a
Fourth Supplemental Trust Indenture
to be dated as of July 1, 1959.

Application No. 41428
(Petition for
Modification)

FIRST SUPPLEMENTAL ORDER

By Decision No. 59093, dated October 6, 1959, Suburban Water Systems was authorized to issue and sell \$1,000,000 of its Series E 5-1/2% First Mortgage Bonds, provided that the trust indenture first be modified as indicated in Ordering Paragraph 1 of said decision so as to eliminate a provision which prohibited the company from refunding only Series E bonds, but required the company to redeem all of its bonds in the event that it desires to call the Series E bonds for payment.

By Petition for Modification filed on October 26, 1959, applicant requests (1) that the condition contained in Ordering Paragraph 1 of Decision No. 59093, respecting the redemption provision contained within its proposed Fourth Supplemental Trust Indenture, be eliminated; (2) that applicant be authorized to permit a portion of the proceeds from the bond sale to remain in the possession of the Trustee pending full acquisition of bondable capacity; and (3) that the closing dates of the first two drawdowns of the Series E bond issue be changed from

September 30, 1959 and December 31, 1959 to November 30, 1959 and June 30, 1960, respectively.

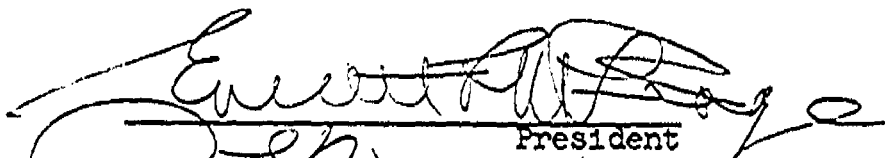
The Commission has given consideration to applicant's requests as contained in its Petition for Modification and is of the opinion that it would be adverse to the public interest to remove the condition now contained in Ordering Paragraph 1 of its Decision No. 59093. The Commission will authorize a modification of its decision to the extent of granting applicant's two remaining requests, therefore,

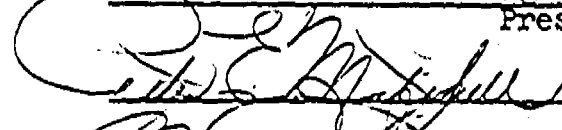
IT IS HEREBY ORDERED that:

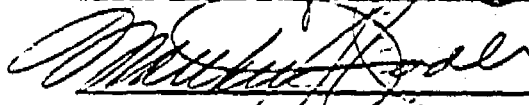
1. The petition of Suburban Water Systems for modification of Ordering Paragraph 1 of Decision No. 59093, dated October 6, 1959, is denied.
2. The petition of Suburban Water Systems to the extent that it be authorized to permit a portion of the proceeds from the sale of its Series E 5-1/2% First Mortgage Bonds to remain in possession of the Trustee, pending full acquisition of bondable capacity, is granted.
3. The petition of Suburban Water Systems to the extent that the closing dates of the first two drawdowns of its Series E bond issue be changed to November 30, 1959 and June 30, 1960, is granted.

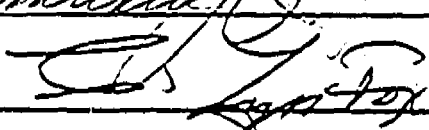
4. Except as herein modified, Decision No. 59093, dated October 6, 1959, shall remain in full force and effect. The effective date of this first supplemental order shall be the date hereof.

Dated at San Francisco, California, this 17th day of November, 1959.



President






Commissioners