

**ORIGINAL**

Decision No. 60847

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. 42670  
Filed September 16, 1960

OPINION AND ORDER

Vallecito Water Company, applicant herein, is a California corporation engaged in business as a public utility water corporation in the vicinity of the City of La Puente, Los Angeles County. In this application the company reports that pursuant to authority granted by Decision No. 59227, dated November 3, 1959, in Application No. 41576 it issued a 5-3/4% unsecured note in the principal amount of \$40,000, and that it has issued also a similar note in the principal amount of \$15,000 to finance property additions or to reimburse its treasury for expenditures made for such purpose. Applicant proposes, and herein seeks authorization, to issue an unsecured \$55,000, 5-3/4% note in favor of Bank of America National Trust and Savings Association, maturing October 12, 1961, or prior thereto on demand, to refund said \$40,000 and \$15,000 notes.

The Commission has considered this matter and finds and concludes that a public hearing is not necessary; that the proposed note issue is for a proper purpose; 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,

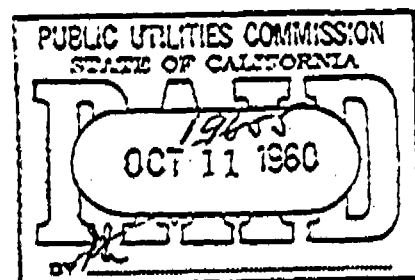
and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Vallecito Water Company, a corporation, on or after the effective date hereof and on or before December 31, 1960, may issue its unsecured promissory note in the principal amount of not to exceed \$55,000, maturing October 12, 1961, or prior thereto on demand, and bearing interest at the rate of not to exceed 5-3/4% per annum, for the purpose of refunding outstanding indebtedness of like amount.

2. Within 30 days after issuing the note herein authorized, Vallecito Water Company, a corporation, shall file with the Commission a copy thereof as actually issued.

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.



*please see last page*

4. This opinion and order shall become effective when Vallecito Water Company, a corporation, 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 11th day of October, 1960.

[Signature] President  
[Signature]  
[Signature]  
[Signature]  
Theodore J. Deener Commissioners

