

ORIGINAL

Decision No. 60935

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of GEORGE AND GLADYS BUMGARDNER, husband and wife, dba GEORGE BUMGARDNER WATER COMPANY for authority to issue a note in the amount of \$44,000.

Application No. 42365

FIRST SUPPLEMENTAL ORDER

By Decision No. 60344, dated July 5, 1960, the Commission authorized George Bumgardner and Gladys Bumgardner, doing business as George Bumgardner Water Company, to issue a note in the principal amount of \$44,000 for the purpose of refinancing an existing 6% note of \$34,000 and providing the cost of improvements. The new note was to bear interest at the rate of 6% per annum and be payable in equal monthly installments of \$450.

Applicants now report that The Bank of California, National Association, has requested that the interest rate be increased to 6-1/2% per annum. As an alternative, applicants propose to allow the present note, since reduced from \$34,000 to \$32,780.88, to remain outstanding and to issue to said bank a new note for \$6,750 to be payable in monthly installments of \$100, including interest at the rate of 6-1/2% per annum, and to be secured by a supplemental deed of trust and mortgage of chattels. Applicants have requested the Commission to approve the \$6,750 note.

The Commission has considered this request and is of the opinion and so finds that it should be granted, that the money, property or labor to be procured or paid for by the issue of said note for \$6,750 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,

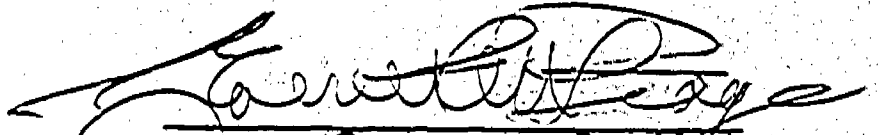
IT IS HEREBY ORDERED as follows:

1. George Bumgardner and Gladys Bumgardner, doing business as George Bumgardner Water Company, on or after the effective date hereof and on or before December 31, 1960, may issue a note in the principal amount of not to exceed \$6,750, for the purpose of financing the cost of improvements, and may execute a supplemental deed of trust and mortgage of chattels to secure the payment of said note. The authorization hereby granted is in lieu of that granted in Ordering Paragraph No. 1 of the Order in Decision No. 60344, dated July 5, 1960.

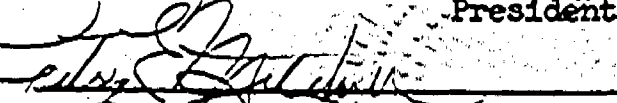
2. Applicants shall file with the Commission a report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.


3. This first supplemental order is effective on the date hereof.

Dated at San Francisco, California, this 25th day of OCTOBER, 1960.



President





Commissioners