

**ORIGINAL**

Decision No. 62706

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of CAMINO WATER COMPANY }  
to extend service to surrounding }  
territory; for authority to execute }  
main extension agreements under Rule }  
15A, and request for Ex Parte }  
proceeding.

Application No. 43679  
(Amended)

OPINION AND ORDER

The above-entitled application was filed August 17, 1961, and amended September 7, 1961. The second amendment was filed on October 5, 1961, correcting the first amendment as to the number of shares of stock requested to be issued, and containing an amendment to the applicant's Articles of Incorporation filed with the Secretary of State providing for total capital stock authorized of 10,000 shares of a par value of \$50 per share and an aggregate par value of \$500,000, said latter total of shares authorized by the applicant's articles as amended consists of 1,000 shares of preferred stock and 9,000 shares of common stock, each of a par value of \$50 a share.

By Decision No. 62219, dated June 27, 1961, the applicant was granted a certificate of public convenience and necessity to acquire, construct, and operate a public utility water system in Tracts Nos. 1184 and 1142 in the vicinity of the community of Camarillo, in approximately 36 acres of unincorporated territory of Ventura County; was authorized to issue \$84,000 of common stock with a par value of \$50 per share to acquire certain water system facilities; was denied a request to issue promissory notes and assume long term indebtedness; and was restricted from extending its water system without further order of the Commission.

The total amount of common stock authorized to be issued was ✓  
changed by Decision No. 62572 dated September 19, 1961, to 3,589 shares ✓  
of an aggregate par value of \$179,450. ✓

By amendments to the instant application, authority is sought to issue 800 shares of additional common stock, with an aggregate par value of \$40,000.

By the instant application, a certificate of public convenience and necessity is sought covering Tracts Nos. 1274-1, 1274-2, 1295-1, and 1293-1, for which final subdivision maps have been approved and in which construction of homes is ready to commence; covering Tracts Nos. 1366, 1357-1, 1357-2, 1293-2, and 1295-2, for which tentative subdivision maps have been approved; covering areas designated on the map, Exhibit "C" attached to the application, as areas N-1 and N-2, which are shopping and commercial centers in their formative stages; and covering Tracts Nos. 1274-3 and 1371 and the unnumbered portion of Area I, which are subdivisions in their formative stages.

Exhibit "B" attached to the application is a geological report of ground water resources of the applicant, which said report shows that the applicant's present and proposed sources of water supply are adequate for the development of its presently certificated areas and for the proposed development of the areas for which certification is sought.

Exhibit "D" attached to the application is an engineering report of the capacities of the applicant's Wells A and B, together with calculations which show the maximum area and the maximum number of services which could be served by the applicant's present wells. Based on said calculations, the applicant could furnish water service to some 854 to 904 acres of land and 3,760 to 3,960 lots. The

instant application covers some 404 acres of land and the applicant estimates there will be an ultimate total of 1,200 consumers in its consolidated 440 acre service area.

Applicant's calculations of the maximum area which could be served by its wells appear to be based upon an unsupported assumption that the peak demand per acre would be 2,000 gallons per day. Also, applicant's calculations of the maximum number of lots which could be served by its present wells appears to be based upon the erroneous assumption that, on peak days, the customers would use water during the peak four hours of those days but would require no water at all during the twenty off-peak hours. It is also noted in Exhibit "D" that the presently subdivided area of 145 acres includes 528 services, or 3.64 services per acre. If the entire requested area of 440 acres were to develop with this same customer density, it would include over 1,600 services. It appears, however, that the supply will be adequate for the areas requested to be certificated in this proceeding but applicant will be precluded from extending service outside of its certificated areas without first obtaining authorization of this Commission.

An Affidavit of Service by Mail, dated September 5, 1961, indicates that copies of the instant application and its first amendment were served on Camarillo Water Works District No. 5; the Board of Supervisors, Ventura County; Crestview Mutual Water Company; Rockwood Mutual Water Company; and Pleasant Valley Mutual Water Company.

No protest to the granting of the application has been received.

An analysis of the additional capital required, as set forth in Exhibit "D" of the first amendment to the application, reveals that the applicant will require \$26,500 for additional meters when the number of its customers reaches 1,200, and that it will then require \$8,786 to reimburse its treasury for amounts for plant installed as of June 30, 1961, in excess of amounts authorized by Decision No. 62219. In requesting authority to issue 800 additional shares of common stock for \$40,000, the applicant is requesting, in effect, \$4,714 of additional working cash capital.

A review of the application, as amended, indicates that a public hearing is not necessary, and that the granting of the application would not be adverse to the public interest.

It is found as a fact and concluded that public convenience and necessity require that the application for a certificate of public convenience and necessity and authority to issue stock be granted and that the money, property or labor to be procured or paid for by the issue of stock 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. The certificate of public convenience and necessity granted herein shall be subject to the following provision of law:

That the Commission shall have no power to authorize the capitalization of this certificate of public convenience and necessity or the right to own, operate, or enjoy such certificate of public convenience and necessity in excess of the amount (exclusive of any tax or annual charge) actually paid to the State as the consideration for the issuance of such certificate of public convenience and necessity or right.

IT IS HEREBY ORDERED that:

1. Camino Water Company, a corporation, be and it is granted a certificate of public convenience and necessity to construct, extend, and operate a public utility water system to serve Tracts Nos. 1274-1, 2 & 3, 1293-1 & 2, 1295-1 & 2, 1357-1 & 2, 1366, and 1371-2; the portion of the area designated as Area I not included in Tracts Nos. 1134, 1357-1 and 1357-2; and the areas designated as N-1 and N-2, all as shown on the map, Exhibit "C" attached to the application, in the vicinity of the community of Camarillo in unincorporated territory of Ventura County.

2.(a) Applicant be and it is authorized to apply its presently filed rates and rules throughout the area certificated herein.

(b) Applicant is authorized to revise, after the effective date of this order, in conformity with General Order No. 96 and in a manner acceptable to this Commission, such of its tariff schedules, including tariff service area maps, as are necessary to provide for the application of its tariff schedules to the area certificated herein. Such revised tariff sheets shall become effective upon five days' notice to the public and to this Commission after filing as hereinabove provided.

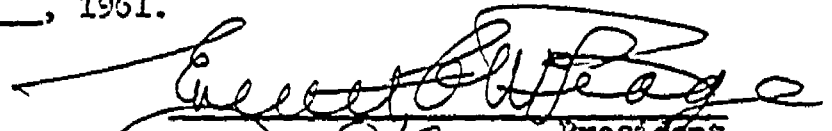
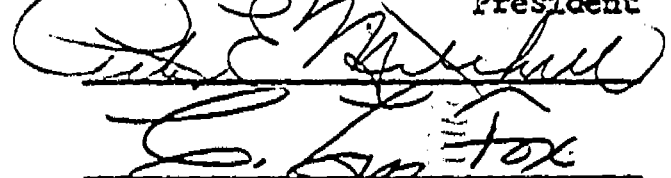
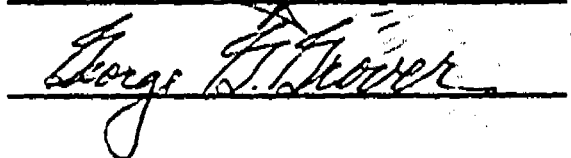
3. Applicant shall file, within thirty days after the system is placed in operation under the rates and rules authorized herein, four copies of a comprehensive map, drawn to an indicated scale not smaller than 500 feet to the inch, delineating by appropriate markings the tracts of land and territory served; the principal water production, storage and distribution facilities; and the location of the various water system properties of applicant.

4. Applicant shall not extend service outside of the areas certificated to it, without authority first having been obtained from this Commission.

5. Applicant be and it is authorized to issue 300 shares of common stock of an aggregate par value of \$40,000 of which \$26,500 shall be used for the purchase and installation of meters, \$8,786 shall be used to reimburse its treasury, and \$4,714 shall be used for working cash capital and for no other purposes.

The effective date of this order shall be twenty days after the date hereof.

Dated at San Francisco, California, this 20th day of OCTOBER, 1961.

  
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President  
  
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J. L. Fox  
  
\_\_\_\_\_  
George F. Hoover

Commissioners

Commissioner Frederick B. Holoboff, being necessarily absent, did not participate in the disposition of this proceeding.