

**ORIGINAL**

Decision No. 62935

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of Southwest Water Company, a California Corporation, for permission to borrow money and in connection therewith to issue and sell its First Mortgage Series "D" 5-3/4% Bonds under a Third Supplemental Trust Indenture, to be dated September 1, 1960

Application No. 42907

OPINION AND ORDER ON  
PETITION FOR MODIFICATION

By Decision No. 61206, dated December 20, 1960, the Commission authorized Southwest Water Company to execute a third supplemental trust indenture and to issue and sell not to exceed \$750,000 of First Mortgage Series "D" 5-3/4% Bonds on or before December 31, 1961.

Pursuant to the authorization thus granted, the company executed the indenture and issued and sold \$500,000 of the bonds. It reports that it has not been able to meet the interest coverage required by the indenture for the issue of the remaining \$250,000 of bonds and that it has made arrangements with the holders of the outstanding bonds to modify the terms of the indenture by reducing the required net income coverage from twice the interest charges on its bonds to 1-3/4 times. It asserts that with this modification it will be able to qualify for the issue of these remaining bonds.

In a petition for modification filed on November 29, 1961, the company has filed a copy of a proposed fourth supplemental trust indenture containing the modification and it has requested authority to execute the document.



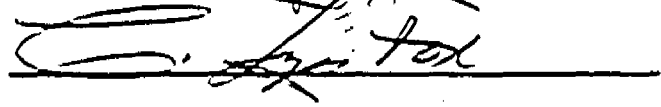

The Commission has considered this matter and is of the opinion applicant's request should be granted, therefore,

IT IS ORDERED that -

1. Southwest Water Company may execute a Fourth Supplemental Trust Indenture dated as of December 1, 1961, in the same form, or substantially in the same form, as the indenture attached to the petition for modification filed in this proceeding.

2. The authority herein granted is effective upon the date hereof.

Dated at San Francisco, California,  
this 19th day of DECEMBER, 1961.

  
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President  
  
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Commissioners