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Decision No. _____

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application

VALLECITO WATER COMPANY, a
Corporation,

for an order authorizing it to
issue its promissory note.

Application No. 44457
Filed May 18, 1962

OPINION AND ORDER

Vallecito Water Company has filed this application for authorization to issue a promissory note in the principal amount of \$85,000, payable on or before one year after its date with interest at the rate of 5-1/2 percent per annum, for the purpose of paying an outstanding note in the principal amount of \$65,000 which was issued under authorization granted by the Commission in Decision No. 62648 and an outstanding note in the principal amount of \$20,000 which was issued on March 30, 1962, for the purpose of providing funds to enable applicant to pay the second installment of its property taxes and to reimburse its treasury for moneys used for the purchase of water meters. Both outstanding notes bear interest at the rate of 5-3/4 percent per annum and are payable on October 12, 1962, or earlier on demand.

The Commission has considered this matter, has determined that a public hearing is not necessary, and is of the opinion that the money, property or labor to be procured or paid for by the issue of the proposed note is reasonably required for the purpose specified herein, which purpose, except as otherwise authorized, is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS ORDERED that -

1. Vallecito Water Company, on and after the effective date hereof and on or before November 30, 1962, may issue a promissory note in the principal amount of not to exceed \$85,000, in the form, under the terms, and for the purpose set forth in this application.
2. Vallecito Water Company 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. The authorization herein granted shall become effective when Vallecito Water Company has paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$25.

The authorization herein granted is for the issue of a note only and is not to be construed as indicative of amounts to be included in a future rate base for the purpose of determining just and reasonable rates.

Dated at San Francisco, California,
this 12th day of JUNE, 1962.

Edward W. Ragan
President
W. E. D. [unclear]
E. Lynn Fox
Fredrick B. Hallock

Commissioners

