

**ORIGINAL**

Decision No. 65047

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of DIAMOND BAR WATER COMPANY, a corporation, for authority to construct and operate a public utility water system in Los Angeles County, California, and for authority to issue stock and other securities.

Application No. 39540  
Petition for Modification

ORDER ON PETITION FOR MODIFICATION

By Decision No. 56524, dated April 15, 1958, the Commission authorized Diamond Bar Water Company, among other things, on or before March 15, 1963, to issue, sell and deliver \$1,200,000 par value of its common stock and promissory notes in a sum not to exceed \$1,800,000 for the purpose of obtaining funds to finance, in part, the construction of a water system. By Decision No. 62675, dated October 17, 1961, the Commission amended said Decision No. 56524 so as to authorize the company to expend for working capital not to exceed \$165,000 of the note proceeds.

Applicant reports that the construction and development of its utility plant and system have not proceeded as rapidly as originally contemplated, and that because of this and other factors it will require an additional \$225,000 of working capital. In its Petition for Modification filed

on February 25, 1963, the company requests an extension of time to December 31, 1965, for exercising the security issuing authority, and requests also an increase of \$225,000 to a total of \$390,000 for the amount of note proceeds which it may expend for working capital.

The Commission has considered the Petition for Modification and is of the opinion that the money, property or labor to be procured or paid for by the issue of the stock and notes herein authorized is reasonably required by applicant for the purposes specified herein, and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income. A public hearing is not necessary.

IT IS ORDERED that:

1. Diamond Bar Water Company, a corporation, may expend for working capital not to exceed \$390,000 of the proceeds of the notes authorized herein and by Decision No. 56524, dated April 15, 1958.

2. Diamond Bar Water Company, a corporation, on or before December 31, 1965, may issue, sell and deliver not to exceed \$1,200,000 par value of its common stock and not to exceed \$1,300,000 of its promissory notes for the purposes set forth in said Decision No. 56524, as modified by the preceding ordering paragraph.

3. Said Decision No. 56524, as amended, shall remain in full force and effect except as modified by this order.

4. This Order on Petition for Modification shall become effective on the date hereof.

Dated at San Francisco, California,  
this 12<sup>th</sup> day of MARCH, 1963.

George J. Hoover  
President  
John E. [unclear]  
Carl W. [unclear]  
Frederick B. Holoboff  
Dallanor W. Bennett  
Commissioners