## ORIGINAL

Decision No. 66054

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of SUBURBAN WATER SYSTEMS, a California corporation, for authority to contiguously extend public utility service to Tract No. 27975 pursuant to Section 1001 of the Public Utilities Code.

Application No. 45616 (Filed July 24, 1963)

## OPINION AND CRDER

Suburban Water Systems seeks the lifting of the restrictions against extending its water service outside its certificated service area without further order of the Commission, imposed by ordering paragraph No. 3 of Decision No. 58716, dated July 7, 1959, in Applications Nos. 40628 and 40954, to the extent that it be permitted to provide water service to and in Tract No. 27975, a subdivision comprising 15 lots in Covina, on the south side of Puente Avenue between Glendora and Reeder Avenues, in the area shown on the map, Exhibit A, attached to the application. Said tract is contiguous, on the east thereof, to Tract No. 26723, consisting of 14 lots and certificated to applicant in its Covina Knolls tariff area by Decision No. 66053, dated 5-pt.  $2y_1 / 3t_3$ in Application No. 45530. The subdivider of the tract has requested applicant to provide water service thereto.

Although Covina operates a municipal water system, an investigation of the application by a staff engineer, the results of which are contained in a report dated August 19, 1963,

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received in evidence as Exhibit No. 1, shows that Covina has not indicated any interest in serving the area sought to be certificated.

Exhibit No. 1 also shows that Tract No. 27975 would be served through a 6-inch main connecting to applicant's 8-inch main on Puente Avenue; that the subdivider's advance totaling \$4,950 would include the cost of said 6-inch main connection; that applicant intends to extend service under its Main Extension Rule No. 15; and that applicant proposes to apply its existing Covina Knolls tariff schedule to the proposed area.

The Commission finds that:

1. Suburban Water Systems is a duly certificated public utility water corporation under the jurisdiction of this Commission.

2. Suburban is restricted from extending its water service outside its certificated area without further order of this Commission.

3. There is a public demand for water service in Tract No. 27975 in Covina.

4. Tract No. 27975 is contiguous to Suburban's certificated Covina Knolls tariff service area.

5. Except for the restrictions against extending its water service, imposed by Decision No. 58716, Suburban could provide water service to and in Tract No. 27975 under Section 1001 of the Public Utilities Code without specific authority from the Commission.

6. Covina operates a municipal water system but is not interested in serving Tract No. 27975.

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7. Public convenience and necessity require that the restrictions imposed by Decision No. 58716 be lifted to the extent that Suburban be granted a certificate of public convenience and necessity to serve Tract No. 27975 in Covina.

Applicant's proposal to apply its Covina Knolls tariffs
to water service in Tract No. 27975, is reasonable.

9. Public hearing is not necessary.

Based on the foregoing findings the Commission concludes that the application should be granted.

The certificate herein granted shall be subject to the following provision of law:

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 ORDERED that:

1. The restrictions against Suburban Water Systems extending its water service outside its certificated area boundaries, imposed by Decision No. 58716, are lifted to the extent that a certificate of public convenience and necessity is granted to Suburban Water Systems to extend its water system to and operate a public utility water system in Tract No. 27975 in Covina in the area shown on the map, Exhibit A, attached to the application.

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2. Within one year after the effective date of this order, applicant may file revised tariff sheets, including a revised tariff service area map, to provide for the application of its present Covina Knolls tariff schedules to the tract certificated herein. Such filing shall be in conformity with General Order No. 96-A and the revised tariff sheet shall become effective upon the fifth day after having been filed.

3. Except for the authorization herein granted, the restrictions against extension of service imposed by the order in Decision No. 58716 shall remain in full force and effect.

The effective date of this order shall be the date hereof. Dated at <u>San Francisco</u>, California, this <u>247</u> day of <u>SEPTEMBER</u>, 1963.

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Commissioners