

ORIGINAL

Decision No. 66735

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of Evergreen Service Company, a
California corporation, for
authorization to issue long-term
notes in the principal amount of
\$15,000.00

Application No. 46097
Filed January 14, 1964

O P I N I O N

Evergreen Service Company, applicant herein, operates as a public utility water corporation in the vicinity of the City of Santa Maria. In this application, the company seeks an order of the Commission authorizing it to issue an unsecured \$15,000 promissory note in favor of Security First National Bank, with principal payable in three annual installments of \$5,000 each, and interest payable quarterly at the rate of 6% per annum. The proposed note will refinance indebtedness represented by demand notes issued for the purpose of financing, in part, additions to applicant's plant.

The Commission has considered this matter and finds that: (1) the proposed note is for a proper purpose; (2) the money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required for the purpose specified herein; and (3) such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income. On the basis of these findings we conclude that

the application should be granted. A public hearing is not necessary.

The authorization herein given is not to be construed as indicative of amounts to be included in future proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that:

1. Evergreen Service Company, on or after the effective date hereof and on or before April 30, 1964, for the purpose specified in this proceeding, may issue a promissory note in the principal amount of not to exceed \$15,000, which note shall be in the same form, or in substantially the same form, as that attached to the application as Exhibit D.

2. Evergreen Service 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. This order shall become effective when Evergreen Service Company has paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$25.

Dated at San Francisco, California, this 4th day of FEBRUARY, 1964.

William W. Bennett
President

[Signature]

George J. Hoover

Frederick B. Holliff
Commissioners

Commissioner Peter E. Mitchell, being necessarily absent, did not participate in the disposition of this proceeding.

