

ORIGINAL

66986

Decision No. \_\_\_\_\_

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application  
of TUSTIN WATER WORKS, a  
corporation, for Authority to  
Issue Stock

} Application No. 46143  
} Filed January 22, 1964  
} and Amendment  
} Filed March 4, 1964

O P I N I O N

In this application, as amended, Tustin Water Works seeks an order of the Commission authorizing it to issue certificates representing 10 shares of its common stock in exchange for certificates representing one share, so as to reflect a stock split resulting in an aggregate of 10,000 shares of outstanding common stock all without par value.

Applicant is a California corporation operating as a public utility water company in a portion of Orange County. The company reports that, on or about January 14, 1964, it amended its Articles of Incorporation so as to change and reclassify each of its issued and outstanding 1,000 shares of common stock of no par value into 10 shares.

The Commission has considered this matter and finds that: (1) the money, property or labor to be procured or paid for by the issue of the stock certificates herein authorized is reasonably required for the purpose specified herein; and (2) 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.

In issuing our order herein, we place applicant and its shareholders on notice that we do not regard the number of shares outstanding, the total par or stated value of the shares nor the dividends paid as measuring the return applicant should be allowed to earn on its investment in plant, and that the authorization herein given is not to be construed as a finding of value of applicant's stock or properties nor as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that Tustin Water Works may issue stock certificates representing 10,000 shares of common stock of no par value in exchange for stock certificates representing 1,000 shares, on the basis of 10 for 1, for the purpose of reflecting the stock split accomplished by the amendment of its Articles of Incorporation filed with the Secretary of State on January 14, 1964.

The effective date of this order is the date hereof.

Dated at San Francisco, California, this 24th day of March, 1964.

William W. Bennett  
President  
John C. Mitchell  
George E. Grover  
Frederick B. Hollisoff

Commissioner Everett C. McKeage, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioners