

**ORIGINAL**

Decision No. 67472

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
CRESTMORE VILLAGE WATER COMPANY, a  
California corporation, for  
authority under Section 818 of the  
Public Utilities Code to execute  
notes payable at periods of more  
than twelve months after the date  
of original issuance.

Application No. 46710  
Filed June 10, 1964

O P I N I O N

This is an application for an order of the Commission authorizing Crestmore Village Water Company to issue a note in the principal amount of \$45,983.49.

Applicant is a California corporation engaged as a public utility in providing water service in portions of the Counties of Los Angeles and San Bernardino. Its 1963 annual report to the Commission shows gross operating revenues of \$19,307.13 for the year and 369 active service connections at December 31, 1963.

The application shows that for the purpose of financing the cost of capital improvements and emergency repairs, the company borrowed funds from a former public utility with which it is affiliated, namely Pacific Water Co., and that as of April 30, 1964, applicant owed \$44,235.07 to said affiliate for such borrowings. Applicant proposes to

issue a note in favor of Pacific Water Co. in the principal amount of \$45,983.49 in order to pay said balance of \$44,235.07, plus interest thereon amounting to \$898.42, and to obtain the funds required to refund \$850 due on consumers' advances. The note will bear interest at the rate of 6-1/2% per annum and principal and interest will be payable in monthly installments of \$500 or more.

The Commission has considered this matter and finds that: (1) the proposed note issue is for proper purposes; (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 purposes specified herein; and (3) such purposes, except as otherwise authorized for payment of interest, are not, in whole or in part, reasonably chargeable to operating expenses or to income. A public hearing is not necessary.

On the basis of the foregoing findings, we conclude that the application should be granted. The authorization herein given is not to be construed 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:

1. Crestmore Village Water Company, on or after the effective date hereof and on or before September 30, 1964, may issue a 6-1/2% note in the principal amount of not to exceed \$45,983.49 for the purposes set forth in this proceeding.

2. Within thirty days after issuing the note herein authorized, Crestmore Village Water Company shall file with the Commission a copy thereof as actually issued.

3. This order shall become effective when Crestmore Village Water Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$46.

Dated at San Francisco, California, this 7th day of JULY, 1964.

Fredrick B. Hallock  
President  
George J. Hoover  
George J. Hoover

Commissioners

Commissioner William M. Bennett, being necessarily absent, did not participate in the disposition of this proceeding.

