

ORIGINAL

Decision No. 68278

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)	
of CALIFORNIA WATER & TELEPHONE)	Application No. 47073
COMPANY to extend the maturity)	Filed October 29, 1964
of certain promissory notes)	and Amendment
)	Filed November 10, 1964

O P I N I O N

This is an application for an order of the Commission authorizing California Water & Telephone Company to issue notes in the aggregate principal amount of \$3,950,000.

The application shows that as of September 30, 1964 the company had ninety-day promissory notes outstanding in the principal amount of \$7,150,000 and bearing interest at the rate of 4-1/2% per annum. Applicant reports that short-term notes have been issued at various times in favor of Bank of America National Trust and Savings Association for the purpose of obtaining funds for the construction, completion and extension of its facilities, and that several of the notes have been renewed from time to time as they became due.

Applicant advises that it contemplates incurring additional long-term indebtedness in the spring of 1965, and that it intends to use proceeds therefrom to the extent necessary to repay all short-term loans. In this proceeding,

the company proposes to issue three new 4-1/2% ninety-day notes aggregating \$3,950,000 for the purpose of replacing short-term renewal notes. In the event that the anticipated sale of debt securities is not consummated by March 15, 1965, applicant proposes to extend further the maturity date of a portion of its short-term indebtedness to not later than June 30, 1965.

The Commission has considered this matter and finds that: (1) the proposed notes are for a proper purpose; (2) the money, property or labor to be procured or paid for by the issue of the notes 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 for the issue of notes and 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. California Water & Telephone Company may issue and reissue its 4-1/2% promissory notes in the aggregate principal amount of not to exceed \$3,950,000 for the purpose specified in this proceeding and bearing maturity dates prior to July 1, 1965.

2. California Water & Telephone Company shall file with the Commission a report, or reports, as required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

3. This order shall become effective when California Water & Telephone Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$2,475.

Dated at San Francisco, California, this 30th day of NOVEMBER, 1964.

Frederick B. Heldebrandt
 President

Robert W. [Signature]

Robert W. [Signature]

George H. Hoover

William B. [Signature]
 Commissioners

