

69061

ORIGINAL

Decision No. _____

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of)
))
Fitch Mountain Water Co., Inc.)
))
for Authority to Borrow up to)
\$5,800.00 and Issue a Note and)
Mortgage Securing Said)
Indebtedness.)
_____)

Application No. 47535
Filed April 30, 1965

O P I N I O N

This is an application for an order of the Commission authorizing Fitch Mountain Water Company, Inc. to execute a mortgage of real property and to issue a note in the principal amount of \$5,800.

Applicant is a California corporation furnishing water as a public utility for domestic purposes within the McDonough Heights, Camp Rose and Del Rio Woods areas of Sonoma County. As of March 31, 1965, it reports that it had 142 metered services and 187 unmetered services.

The application shows that the company's system suffered severe damage as a result of floods and storms during December, 1964 and January, 1965, and that it has arranged to obtain from the Small Business Administration a disaster relief loan for financing the reconstruction and restoration of damaged facilities.

The borrowing will be represented by a note repayable in monthly installments of \$58, including principal and interest at the rate of 3% per annum, and will be secured by a mortgage of real property. In addition, James G. Hendrickson, president and sole shareholder of applicant, will execute a guaranty of repayment.

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 maintenance or repairs, are not, in whole or in part, reasonably chargeable to operating expenses or to income.

On the basis of the foregoing 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 proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that:

1. Fitch Mountain Water Company, Inc., on or after the effective date hereof and on or before August 31, 1965, for the purposes specified in this proceeding, may execute a mortgage

of real property and issue a note in the principal amount of not to exceed \$5,800, in accordance with the provisions of the Small Business Administration Authorization, a copy of which is attached to the application as Exhibit A.

2. Fitch Mountain Water Company, Inc. 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 Fitch Mountain Water Company, Inc. has paid the minimum fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$25.

Dated at Los Angeles, California, this 18th day of May, 1965.

Frederick B. Holcomb
President
George T. Hoover
Alger

Commissioners

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

