

ORIGINAL

Decision No. 70421

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the Application of)
PALM VALLEY WATER COMPANY for)
authority to enter into an agreement)
for long-term debt.)

Application No. 48257
Filed February 15, 1966

O P I N I O N

This is an application for an order of the Commission authorizing Palm Valley Water Company to execute an agreement evidencing long-term indebtedness in the aggregate principal amount of \$32,804.25.

Applicant is a California corporation engaged in the public utility water business in the vicinity of Cathedral City, Riverside County. In this proceeding, the company seeks authority to execute a long-term evidence of indebtedness in the amount of \$32,804.25, repayable without interest in 25 annual installments of \$1,312.17 each. Said evidence of indebtedness is to be in the form of an agreement providing for the purchase of a well site, well, tanks and pumps, together with related equipment, as more particularly described in Exhibit A attached to the application.

The Commission has considered this matter and finds that:

- (1) the proposed long-term evidence of indebtedness is for proper purposes;
- (2) the money, property or labor to be procured or paid for by the execution of the evidence of indebtedness herein authorized is reasonably required for the purposes specified herein;
- and (3) such purposes are 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 purpose of this proceeding only 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. Palm Valley Water Company, for the purposes specified in this proceeding, on or after the effective date hereof and on or before June 30, 1966, may execute and deliver a long-term evidence of indebtedness in the principal amount of not to exceed \$32,804.25 in the same form, or in substantially the same form, as that attached to the application as Exhibit A.
2. Palm Valley Water 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 Palm Valley Water Company has paid the fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$33.

Dated at San Francisco, California, this 8th day of MARCH, 1966.

Fredrick B. Halaloff
President

W. E. Mitchell

George H. Hoover

Augustin

William W. Bennett
Commissioners

