

ORIGINAL

Decision No. 70662

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of RUBICON WATER)
COMPANY, a California)
corporation, for Permit to)
Issue Stock.)
_____)

Application No. 48404
Filed April 15, 1966

O P I N I O N

Rubicon Water Company is a California corporation operating a public utility water system at Lonely Gulch, Rubicon Bay, on the west side of Lake Tahoe. In this proceeding the company seeks authority from the Commission to issue \$25,000 aggregate par value of its common stock in consideration of the surrender and cancellation of a previously authorized \$25,010.53 promissory note.

The Commission has considered this matter and finds that: (1) the proposed stock issue is for a proper purpose; (2) the money, property or labor to be procured or paid for by the issue of the stock 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.

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 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 the 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.

ORDER

IT IS ORDERED that:

1. Rubicon Water Company, on or after the date hereof and on or before December 31, 1966, may issue not to exceed \$25,000 aggregate par value of its common stock for the purpose specified in this proceeding.

2. Rubicon 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. The effective date of this order is the date hereof.

Dated at San Francisco, California, this 10th day of MAY, 1966.

Friedrich B. Holmoff
President
George J. Hoover
Morgan
William W. Bennett
Commissioners

Commissioner Peter E. Mitchell, being necessarily absent, did not participate in the disposition of this proceeding.