

**ORIGINAL**

Decision No. 70942

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )  
of SUBURBAN WATER SYSTEMS, a )  
California corporation, for )  
permission to renew certain )  
outstanding notes for a period )  
of less than a year. )

Application No. 48549  
Filed June 13, 1966

O P I N I O N

Suburban Water Systems is a California corporation engaged in the public utility water business in portions of Los Angeles and Orange Counties. The company seeks authority from this Commission to issue two unsecured notes in the aggregate principal amount of \$250,000 in favor of Security First National Bank. The notes will be due within one year from their respective dates of issue, will bear interest at the rate of 6.25% per annum, and will replace two presently outstanding short-term notes issued in connection with the purchase and installation of plant.

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 granted 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. Suburban Water Systems, on or after the effective date hereof and on or before September 30, 1966, may issue two promissory notes in the aggregate principal amount of not to exceed \$250,000 for the purpose set forth in the application. The notes shall bear interest at the rate of not to exceed 6.25% per annum, and shall be due and payable not later than one year after their respective dates of issue.

2. Suburban Water Systems 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 Suburban Water Systems has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$250.

Dated at San Francisco, California,  
this 12<sup>th</sup> day of JULY, 1966.

*Robert E. Mitchell*  
President

*George T. Crowe*

*Fredrick B. Blalock*

*Augustan*

*William W. Bernard*  
Commissioners

