

ORIGINAL

Decision No. 71027

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of JOSHUA TREE SERVICE COMPANY for authority to implement an agreement with JOSEUA BASIN COUNTY WATER DISTRICT for sale of all public utility assets and to be relieved of its obligations as a public utility.

Application No. 47380
(Filed March 3, 1965)

In the matter of the application of RANCHO RAMON WATER CO., a California corporation, for authority to implement an agreement with JOSHUA BASIN COUNTY WATER DISTRICT for immediate sale of certain utility assets, for immediate lease, with option to purchase of other utility assets, for the future sale of all of its remaining utility assets and to be relieved of its obligations as a public utility.

Application No. 47381
(Filed March 3, 1965)

ORDER RELIEVING RANCHO RAMON WATER CO. OF ITS PUBLIC UTILITY OBLIGATIONS

Decision No. 69255, on Application No. 47381, provides, among other things, that Rancho Ramon Water Co. (Rancho), (1) may sell its public utility water system properties described in an agreement dated January 20, 1965, attached to Application No. 47381, to Joshua Basin County Water District (Joshua); (2) may lease and/or sell to Joshua certain properties and assets listed in Exhibit A attached to said agreement of January 20, 1965, under the terms and conditions set forth in said agreement; (3) may transfer the Paradise Valley Water System to Joshua under the terms and conditions stated in said agreement of January 20, 1965; (4) shall refund all customers' deposits subject to refund and notify this Commission thereof; (5) shall adjust to actual costs and refund when due all

advances for construction; and (6) shall file with this Commission evidence that it has provided and will provide in a manner acceptable to this Commission an adequate guarantee to insure payment of refunds due or to become due on all remaining main extension agreements relating to the systems transferred.

On May 17, 1966, Rancho filed with this Commission a letter dated May 13, 1966, signed by its president, stating that:

1. The sale to Joshua has been completed.
2. The properties and assets listed in Exhibit A attached to the Agreement of January 20, 1965 have been purchased by Joshua.
3. The Paradise Valley Water System has been transferred to Yucca Valley County Water District.
4. It has refunded all customers' deposits subject to refund.
5. It has adjusted to actual cost and refunded when due all advances for construction.

The letter of May 13, 1966 further states that Rancho has entered into an agreement with Pearson, Scott & Company which will guarantee the payment of refunds due or to become due on all main extension agreements relating to Rancho's water system properties authorized to be transferred by Decision No. 69255. This agreement is evidenced by an Irrevocable Depository Agreement, dated September 18, 1964, and a Supplement to Irrevocable Depository Agreement, dated January 6, 1966, copies of which were filed with this Commission in Application No. 47381, and are hereby approved.

The documents to which reference was made show acceptable compliance by Rancho with the provisions of Decision No. 69255; therefore,

IT IS ORDERED that Rancho Ramon Water Co. is relieved of its public utility obligations in connection with its public utility water system authorized to be transferred to Joshua Basin County Water District by Decision No. 69255, except as to the refund of unrefunded main extension advances which have or will become due.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 26th day of JULY, 1966.

John E. Mitchell
President

Augustus

William B. Birrell
Commissioners

Commissioner George G. Grover
present but not voting.

Commissioner Frederick B. Holboff
present but not voting.