

ORIGINAL

Decision No. 71300

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SAN GABRIEL VALLEY WATER COMPANY for)
Authority to issue a Promissory Note)
or Notes to Refund Notes Previously)
issued.)

Application No. 48747
Filed August 29, 1966

O P I N I O N

In this application, San Gabriel Valley Water Company seeks authority either to extend the maturity dates of seven outstanding promissory notes in the aggregate principal amount of \$900,000 which it issued in favor of Bank of America National Trust and Savings Association for capital purposes, or to issue a new note or notes in renewal or successive renewals thereof, with a maturity or maturities not extending beyond June 1, 1968. The notes will bear interest at a rate of 1/4 of 1% above the bank's prime rate.

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. San Gabriel Valley Water Company, for the purpose set forth in the application, may either extend the due dates of its outstanding promissory notes in the aggregate principal amount of \$900,000, or may issue a new note or notes in renewal or successive renewals thereof. The notes shall bear interest at a rate of not to exceed 1/4 of 1% above the lender's prevailing prime interest rate, and shall mature not later than June 1, 1968.

2. San Gabriel 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 on the day of payment by San Gabriel Valley Water Company of the fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$900, or on the fifth day after the date hereof, whichever day is later.

Dated at Los Angeles, California,
this 20th day of SEPTEMBER 1966.

George T. Hoover
President

Frederick B. Seligson

William B. Bennett
Richard
Commissioners

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

