Decision No. 72726

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of SOUTHERN CALIFORNIA WATER COMPANY for a certificate that public convenience and necessity require the exercise of the rights and privileges conferred under a franchise of the City of Inglewood.

Application No. 49442 (Filed June 7, 1967)

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## $\underline{O P I N I O N}$

Southern California Water Company requests a certificate of public convenience and necessity to exercise the rights and privileges conferred under a franchise granted by the City of Inglewood.

Applicant presently supplies water service to the City of Inglewood, a part of its Southwest District, pursuant to Franchises No. 1474 N.S., 6583 and 6601 all of which were granted by the County of Los Angeles pursuant to the Broughton Act. Franchise No. 1474 N.S. expired on May 2, 1967 and on May 2, 1967, pursuant to the terms of Article XXX of its City Charter, the City of Inglewood adopted Ordinance No. 1901 granting to applicant a new franchise to render water service in that portion of the City previously covered by Franchise No. 1474 N.S.

The term of the new franchise extends to November 22, 1979 and provides that applicant shall pay to the City each year an amount equal to two percent of the gross receipts of applicant arising from the use, operation or possession of the franchise, provided that in no event shall such payments be less than one percent of the gross annual receipts of applicant derived from the sale of water within the City.

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After consideration the Commission finds that public convenience and necessity require the exercise by applicant of the rights, privileges and franchise granted to applicant by Ordinance No. 1901 of the City of Inglewood. A public hearing is not necessary.

The certificate of public convenience and necessity herein granted is subject to the following provision of law:

- 1. That the Commission shall have no power to authorize the capitalization of the franchise involved herein or this certificate of public convenience and necessity or the right to own, operate or enjoy such franchise or certificate of public convenience and necessity in excess of the amount (exclusive of any tax or annual charge) actually paid to the State or to a political subdivision thereof as the consideration for the grant of such franchise, certificate of public convenience and necessity or right.
- 2. The franchise involved herein shall never be given any value before any court or other public authority in any proceeding of any character in excess of the cost to the grantee of the necessary publication and any other sum paid by it to the municipality therefor at the time of the acquisition thereof.

## <u>ORDER</u>

IT IS ORDERED that a certificate of public convenience

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and necessity is hereby granted to Southern California Water

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Company to exercise its privileges granted by the City of Inglewood by Ordinance No. 1901 adopted May 2, 1967.

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

Dated at San Francisco \_\_\_\_, California, this 1/74 day of JULY 1967. esident owniss ners

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