

**ORIGINAL**

Decision No. 73423

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )  
of )  
PALOS VERDES WATER COMPANY, )  
a California corporation, for )  
authority to issue \$175,000.00 )  
note. )

Application No. 49802  
Filed November 16, 1967

O P I N I O N

Palos Verdes Water Company operates a public utility water system in Los Angeles County. For the purpose of extending the repayment date to September 30, 1968, on a portion of an indebtedness incurred early in 1967 for plant improvements and working capital, applicant proposes to issue a note in the principal amount of \$175,000 in favor of Security First National Bank. Said note will bear interest at the rate of 6.50% per annum payable quarterly.

The Commission has considered this matter and finds that: (1) the proposed note is for a proper purpose; (2) the money, property or labor to be procured or paid for by the issue of the note 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. Palos Verdes Water Company, on or after the effective date hereof and on or before March 31, 1968, for the purpose specified in this proceeding, may issue its promissory note in the principal amount of not exceeding \$175,000. Said note shall be in the same form, or in substantially the same form, as that attached to the application.

2. Palos Verdes 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 when Palos Verdes Water Company has paid the fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$175.

Dated at San Francisco, California, this 5<sup>th</sup> day of DECEMBER, 1967.

[Signature]  
President

[Signature]  
Negotiator

[Signature]

[Signature]  
Commissioners

