

**ORIGINAL**

Decision No. 74355

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 SOUTHERN CALIFORNIA WATER COMPANY )  
 and CITY OF WASCO )  
 for an order authorizing the sale )  
 of certain properties of Southern )  
 California Water Company to the City )  
 of Wasco. )

Application No. 50302  
(Filed June 10, 1968)

O P I N I O N

Southern California Water Company requests authority to sell a portion of its water system to the City of Wasco.

The Wasco system of applicant lies in and adjacent to the City of Wasco. It serves approximately 120 customers and constitutes a single operating unit completely segregated from all other water systems of applicant seller.

The agreed consideration is \$54,415 to be paid as follows: \$15,000 on date of closing, \$10,588.60<sup>1/</sup> two years after closing and \$3,603.30 each year thereafter until paid with interest at five percent per annum on the unpaid balance. Applicant seller has no obligation for Advances for Construction which are related to the property to be sold.

The City of Wasco proposes to contract with the Wasco Public Utility District for the operation and maintenance of the system. The proposed flat rate charge for the average 50 foot lot

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<sup>1/</sup> Will be reduced by \$28.18 for each water meter delivered to seller in undamaged condition by City, up to a maximum amount of \$3,382.

would be six dollars per month for ten years, subject to adjustment if overall city water rates increase or decrease. As soon as the system has been repaid the users would pay the same charge as the users within the Wasco Public Utility District.

After consideration the Commission finds that the proposed transfer would not be adverse to the public interest and upon consummation of the transfer that public convenience and necessity would no longer require applicant seller's service within the area herein considered. A public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. On or before May 1, 1969, Southern California Water Company may transfer to the City of Wasco the water system herein referred to according to the terms and conditions of the agreement attached to the application.
2. Within thirty days after the consummation of the transfer authorized by ordering paragraph 1 hereof Southern California Water Company shall notify the Commission in writing of that fact and within said period shall file with the Commission a true copy of any bill of sale or other instrument of transfer which may be executed to effect said transfer.
3. After the effective date hereof and on not less than ten days' notice to the Commission and to the public, Southern California Water Company shall amend its tariffs presently on file with the Commission to reflect the authority herein granted.
4. Concurrent with the tariff filings required by ordering paragraph 3 hereof and upon the assumption of service by the City

of Wasco, Southern California Water Company may discontinue serving the area herein considered and is relieved of its obligation as a public utility to serve said area.

The effective date of this order shall be twenty days after the date hereof.

Dated at San Francisco, California, this 2nd day of JULY, 1968.

*Robert E. Mitchell*  
 President

*William W. Brown*

*August*

*William James J.*

*Paul P. Morisset*  
 Commissioners