Decision No. 78127

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of JUNIOR WATER CO., INC., for authority to sell and convey its water system and other assets to the CITY OF NORWALK, a municipal corporation.

Application No. 52324 (Filed November 23, 1970)

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## <u>O P I N I O N</u>

Junior Water Co., Inc., requests authority to sell and transfer its water system and other assets to the City of Norwalk.

By Decision No. 44038, dated April 11, 1950, Decision No. 46238, dated October 2, 1951, and Decision No. 46705, dated January 29, 1952, Junior Water Co., Inc., was authorized to operate a public utility water system in an area located north of Rosecrans Boulevard between Studebaker Road and Flallon Avenue and south of Foster Road, Belcher Street and Leffingwell Road, which area includes Tracts Numbered 14761, 16200, 16245, 16478, 16775, 18115 and contiguous lands except Norwalk High School. The agreed consideration is \$345,727, subject to an adjustment in the amount by which the sum of customer accounts receivable, material and supplies, current assets, deferred charges and net total plant additions made in 1970 is more or less than \$11,000 on the date of transfer of possession and control of the water system to City.

The City plans to continue operation of the water system under the rates heretofore established by the Commission in Decision No. 75877, dated July 8, 1969, in Application No. 50794 and to complete metering of the system generally in conformity with ordering paragraph 4 of said decision.

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Junior Water Co., Inc., does not have any "advances for construction" and there are no "main extension" agreements contemplated. As a consequence there are no refunds due nor will any become due under the main extension rules of the Commission.

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 Junior Water Co., Inc., to serve within the area herein considered. A public hearing is not necessary.

## <u>order</u>

IT IS ORDERED that:

1. On or before May 1, 1971, Junior Water Co., Inc., may sell and transfer to the City of Norwalk the water system herein referred to according to the terms and conditions of the agreement attached to the application.

2. On or before the date of actual transfer Junior Water Co., Inc., shall refund all customers' deposits which are subject to refund and due to be refunded on or before said transfer date.

3. Within thirty days after the date of actual transfer, Junior Water Co., Inc., shall submit written notification to the Commission of the date of transfer, and the date upon which the City of Norwalk shall have assumed operation of the water system authorized herein to be transferred. A true copy of the instrument or instruments of transfer shall be attached to the written notification.

4. Upon compliance with the conditions of this order, Junior Water Co., Inc., shall stand relieved of its public utility

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obligations, and may discontinue service concurrently with the commencement of service by the City of Norwalk.

5. Concurrently with the discontinuance of service by Junior Water Co., Inc., the certificated authority granted by Decisions Nos. 44038, 46238 and 46705 is revoked and the tariff filings then on file with the Commission in the name of Junior Water Co., Inc., are canceled.

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

	Dated at	San Enumero	_, California, this _	22nd
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