

Decision No. 79375

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SAN JOSE WATER WORKS, a corporation,
for an order authorizing it to increase
rates charged for water service in
San Jose, Campbell, Cupertino, Los Gatos,
Monte Sereno, Saratoga and vicinity.

} Application No. 51283
{ (Filed July 30, 1969;
{ Amended April 3, 1970)

ORDER PERMITTING SUSPENDED RATES
TO BECOME EFFECTIVE

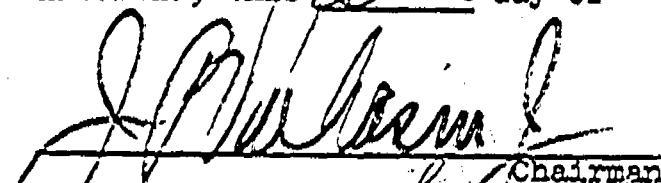
By Decision No. 79314, dated November 10, 1971, the Commission extended the suspension of rate increases ordered by Decision No. 79039 pending issuance of federal regulations relating to the stabilization of prices and allowable increases in rates after November 13, 1971. Such regulations were issued effective November 14, 1971 (Chapter III, Price and Rent Stabilization). The Commission has reviewed its Decision No. 77766 in the above matter and finds and concludes that the increases authorized therein, which were not permitted to go into effect due to Executive Order No. 11615, are consistent with the purposes of the Economic Stabilization Act of 1970, as amended, in that they will only offset the decline in rate of return and provide a rate of return of 7.4 percent on rate base. Applicant is expected to comply with the requirements of the Price Commission's regulations relating to the stabilization of prices and rents after November 13, 1971.

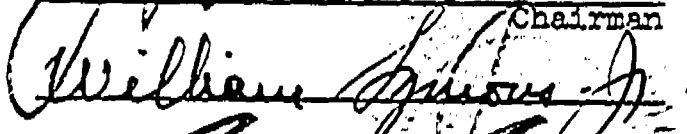
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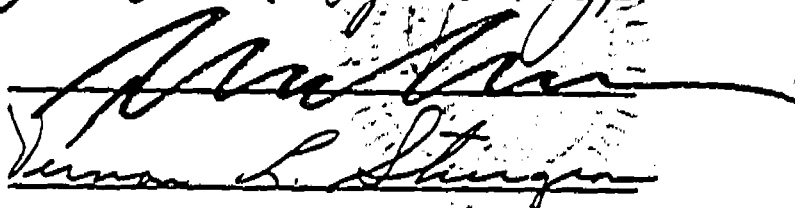
IT IS ORDERED that the increases in rates authorized by Decision No. 77766 in the above matter which have been suspended pending issuance of federal regulations may now become effective.

The effective date of this order is the date hereof.

Dated at San Francisco, California, this 22nd day of NOVEMBER, 1971.


Chairman






Commissioners