

Decision No. 81511

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the application)
of Edward Ferretti, (D.B.A.)
Parkwood Water Works, a privately)
owned utility), for authorization)
pursuant to California Public)
Utilities Code Section 816-851)
to issue a note as evidence of)
\$20,000 indebtedness, and to)
create a lien by securing such)
a note with a deed of trust.)

Application No. 54103
(Filed June 11, 1973)

O P I N I O N

Edward Ferretti, doing business as Parkwood Water Works, seeks authority to issue a \$20,000 note and to execute and deliver a Deed of Trust.

Applicant operates a public utility water system near the City of Madera. He proposes to borrow \$20,000 for the purposes of (a) repaying the approximate \$9,000 outstanding balance of an indebtedness incurred for a new well, larger pump and sandmaster, installed in 1971 at a cost of \$15,000, (b) replacing motor and switchboard on a second well at an approximate cost of \$3,000, and (c) drilling a new well, including construction to put it into operation, at an approximate cost of \$8,000.

The borrowing would be evidenced by a note repayable in monthly installments of \$350 or more, including interest at the rate of 9% per annum. The note would be secured by a Deed of Trust.

After consideration the Commission finds that:

1. The proposed Deed of Trust would not be adverse to the public interest.
2. The proposed note is for proper purposes.
3. The money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required for the purposes specified herein, which purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income.

On the basis of the foregoing 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

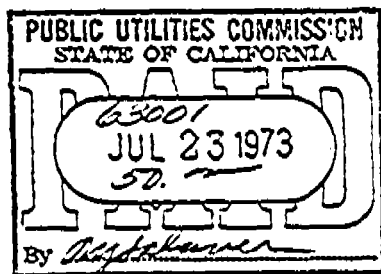
IT IS ORDERED that:

1. Edward Ferretti, on or after the effective date hereof and on or before July 31, 1973, for the purposes specified in this proceeding, may issue a promissory note in the principal amount of not exceeding \$20,000, and may execute and deliver a Deed of Trust. The documents shall be in substantially the same forms as those attached to the application.

2. Edward Ferretti 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 Edward Ferretti has paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$50.

Dated at San Francisco, California, this 19th day of June, 1973.



Yuan L. Stinson
President
William J. Quous
[Signature]
[Signature]
Commissioners

Commissioner J. P. Vukasin, Jr., being necessarily absent, did not participate in the disposition of this proceeding.