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Decision No. 83018

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of JACKSON WATER WORKS,  
INC., to increase its rates and charges  
for its water system serving the  
City of Jackson and adjacent territory  
in Amador County.

Application No. 53288

ORDER INVITING SUBMISSION OF BRIEFS

On May 29, 1974 the Commissioner of Internal Revenue approved certain amended regulations pertaining to the depreciation allowance for property of certain public utilities. Said amended regulations were published June 7, 1974 in Volume 39, No. 111, pages 20194-20203 of the Federal Register.

Therefore, IT IS ORDERED that parties to Application No. 53288 are hereby allowed the opportunity to file briefs on the matters raised by the amended Internal Revenue Service regulations. Such briefs shall be concurrent and shall be filed no later than July 3, 1974.

The scope of the briefs to be filed should include the availability of the use of "pro forma" normalization by the Commission in its regulatory activity; the effect of the use of such a method on the taxpayer's eligibility to use accelerated depreciation; and whether the regulations are consistent with Section 167(1) of the Internal Revenue Code and the Tax Reform Act of 1969.

The effective date of this order is the date hereof.

Dated at San Francisco, California, this  
20th day of JUNE, 1974.

Vernon L. Stinson  
President

William J. Guion, Jr.  
Thomas Moran  
Commissioners

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