

Decision No. 83282**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
SANTA PAULA WATER WORKS, LTD.,)	Application No. 55046
a California Corporation,)	(Filed July 19, 1974)
for authorization to issue promissory)	
notes aggregating \$120,000.00.)	

O P I N I O N

Santa Paula Water Works, Ltd. seeks authority to issue renewal promissory short-term notes in the principal amount of not exceeding \$120,000 at any one time outstanding.

Applicant is a California corporation operating a public utility water system in Santa Paula and vicinity. For the year 1973 it reports operating revenues and net income in the respective amounts of \$470,675 and \$41,893.

The application shows that pursuant to an unsecured line of credit with Security Pacific National Bank, the utility has an outstanding indebtedness aggregating \$120,000, which it incurred for plant additions not subject to the Commission's Main Extension Rule. The indebtedness is to be represented by a note and renewal notes due no later than June 1, 1975, and bearing interest at rates not exceeding 1% above the bank's prime rate.

After consideration the Commission finds that: (1) the proposed notes would be for a proper purpose; (2) the money, property or labor to be procured or paid for by the notes herein authorized is reasonably required for the purpose specified herein; and (3) such purpose is 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

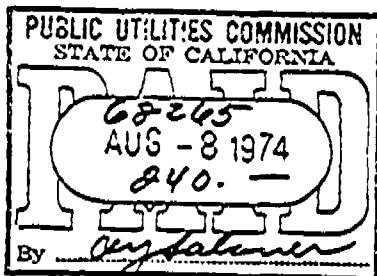
IT IS ORDERED that:

1. Santa Paula Water Works, Ltd., on or before June 1, 1975, in the manner and for the purpose set forth in this proceeding, may issue a promissory short-term note, and renewals thereof, in the principal amount of not exceeding \$120,000.

2. Within thirty days after issuing any of the notes herein authorized, Santa Paula Water Works, Ltd. shall file with the Commission a copy thereof as actually issued, which filing shall be in lieu of a report under General Order No. 24-B.

3. This order shall become effective when Santa Paula Water Works, Ltd. has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$240.

Dated at San Francisco, California, this 12th day of August, 1974.



Simon L. Stenger
President
William J. ...
...
Commissioners

Commissioner D. W. Holmes, being necessarily absent, did not participate in the disposition of this proceeding.