

LSC

Decision No. 83936

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
PATTERSON CITY WATER COMPANY,)
a California corporation under Section)
816-830 of the Public Utilities Code,)
for Authority to Issue Evidence of)
Indebtedness.)

Application No. 55401
(Filed December 20, 1974)

O P I N I O N

Patterson City Water Company seeks authority to issue an unsecured note in the principal amount of \$95,000. The proceeds would be used to repay the \$16,540 balance of a previously authorized note and to reimburse the company's treasury for capital expenditures, after which it proposes to repay \$78,000 of short-term notes.

Applicant is a California corporation furnishing water service in Patterson and vicinity in Stanislaus County. At October 31, 1974, it reports total assets of \$352,462, offset by liabilities and common stock equity in the respective amounts of \$207,530 and \$144,932.

The proposed note would be issued in favor of Wells Fargo Bank, N.A., and would bear interest, payable monthly, at a rate per annum equal to 1/2% above the prime rate charged from time to time by said bank.

After consideration the Commission finds that: (1) the proposed note would be for proper purposes; (2) the money, property or labor to be procured or paid for by the note herein authorized is reasonably required for the purposes specified herein; and (3) such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income.

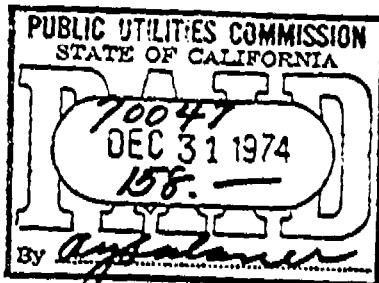
On the basis of the foregoing findings we conclude that the application should be granted. A public hearing is not necessary. The authorization herein granted is for the purpose of this proceeding only, and is not to be construed as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that:

1. Patterson City Water Company, on or after the effective date hereof and on or before January 31, 1975, for the purposes specified in this proceeding, may issue a note in the principal amount of not exceeding \$95,000, which note shall be in substantially the same form as Exhibit B attached to the application and shall bear a due date of no later than December 31, 1975.
2. Patterson City Water Company shall file with the Commission the report 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 Patterson City Water Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$158.

Dated at San Francisco, California, this 30th day of December, 1974.



James L. Livingston
President
William Symons Jr.
Thomas Moran
Robert E. McLeod
Commissioners