

Decision No. 84150**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
GARDEN WATER CORPORATION, a)	Application No. 55491
California corporation, for Authority)	(Filed February 11, 1975)
to Issue a \$275,000 Note.)	

O P I N I O N

Garden Water Corporation seeks authority to issue a promissory note in the principal amount of \$275,000.

Applicant is a California corporation engaged in the business of supplying domestic water in portions of Kern County. At November 30, 1974, it reports total capital of \$441,287, consisting of \$28,000 preferred stock and \$413,287 common stock equity.

In order to repay a demand note representing indebtedness incurred for plant additions, the company proposes to issue a note in favor of Bank of A. Levy in the principal amount of \$275,000. The note would be repayable in monthly installments of \$4,054.52 or more, including interest at the rate of 12% per annum.

After consideration the Commission finds that: (1) the proposed note would be for a proper purpose; (2) the money, property or labor to be procured or paid for by the note 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

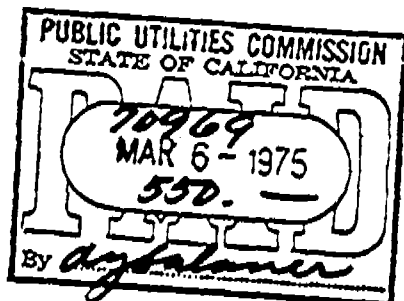
IT IS ORDERED that:

1. Garden Water Corporation, on or after the effective date hereof and on or before June 30, 1975, for the purpose set forth in the application, may issue a note in the principal amount of not exceeding \$275,000, which note shall be in substantially the same form as Exhibit A, attached to the application.

2. Garden Water Corporation 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 Garden Water Corporation has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$550.

Dated at San Francisco, California, this 4th day of MARCH, 1975.



Vernon L. Stevenson
President
William L. Lusk
[Signature]
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Commissioners