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Decision No. 90001 : FEB 27 1979

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of FRUITRIDGE VISTA WATER COMPANY,
a California corporation, for an
Order Authorizing it to increase
Rates for Water Service within
its certificated area, Sacramento
County, California.

Application No. 57401
(Filed June 27, 1977)

ORDER RESCINDING DECISION AND DENYING REHEARING

By Decision No. 89254 dated August 22, 1978 the Commission authorized Fruitridge Vista Water Company (applicant) to increase annual revenues by approximately \$27,900. On September 20, 1978 applicant filed a petition for rehearing of Decision No. 89254, alleging that the Commission erred in estimating payroll expenses and income taxes for test year 1977 and that the adopted rate of return was unreasonable. By Decision No. 89652 dated November 9, 1978 rehearing, limited to the issue of the income tax allowance, was granted with rehearing set for January 18, 1979.

On December 27, 1978, the Commission staff forwarded applicant a copy of the computation of income taxes used in Decision No. 89254 with the explanation that it was to be introduced at the rehearing scheduled for January 18, 1979.

On January 17, 1979, the Commission received a letter from applicant's counsel stating that applicant had reviewed the staff's tax computation transmitted on December 27, 1978 concluding that it was correct and requested that the matter be taken off calendar and asked that the request for rehearing be withdrawn.

Based upon the written request of applicant, we conclude that the order granting rehearing should be rescinded.

IT IS ORDERED that Decision No. 89652 dated November 9, 1978 is hereby rescinded, and the petition for rehearing of Decision No. 89254 is denied.

The effective date of this order shall be thirty days after the date hereof.

Dated at San Francisco, California, this 27th day of FEBRUARY, 1979.

John E. Brown
President
Richard L. Stuyvesant
Charles D. Swale
Charles J. Padrius
Thomas J. Smith
Commissioners