

Decision No. 12675-

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

ORIGINAL

In the Matter of the Application of)
 the GREAT WESTERN POWER COMPANY OF)
 CALIFORNIA, a corporation, to issue,)
 and sell \$1,000,000.00 of Series "C")
 first and refunding mortgage bonds..)

Application Number 9395

Chaffee E. Hall, for Applicant.

BY THE COMMISSION:

O P I N I O N

GREAT WESTERN POWER COMPANY OF CALIFORNIA asks permission to issue and sell at not less than 96 per cent of their face value and accrued interest \$1,000,000.00 of Series "C" first and refunding mortgage bonds due February 1st, 1952. It further asks permission to use the proceeds from the sale of the bonds to pay in part the cost of acquiring and constructing the properties described in Exhibits one to five both inclusive, filed in Application Number 8836, and in Exhibit "B" filed in this proceeding.

In Exhibits one to five both inclusive, filed in Application Number 8836, the company estimates its construction expenditures not financed through the issue of stock or bonds at \$3,923,961.00. In Decision Number 12020, dated May 3rd, 1923, in Application No. 8836, the Commission authorized the company to issue and sell at not less than \$95 per share net 40,000 shares (\$4,000,000.00 par value) of 7 per cent cumulative preferred stock for the purposes of paying the construction expenditures reported in said Exhibits one to five both inclusive.

In Exhibit "B", filed in this proceeding, applicant estimates expenditures for additions to fixed capital during the years 1923-1924 in the sum of \$923,500.00. The \$923,500.00 is in addition to the

estimated expenditures reported in Exhibits one to five both inclusive filed in Application Number 8836. The \$923,500.00 is segregated as follows :

Increase of Butt Valley Dam from 25,000 acre-feet capacity to 50,000 acre-feet capacity	\$65,000.00
Increase of third condenser at Golden Gate Substation from 15,000 kv-a. to 30,000 kv-a. capacity, including switch gear, necessary addition to building, etc.	90,000.00
Installation of 11,000-volt tie line between Bush Street and Harrison Street Substation, San Francisco, together with necessary switch gear	34,000.00
Increase in capacity of transmission facilities - Northwest Division involving installation 5000 kv-a. condenser Napa Substation, together with necessary switch gear, building extensions and installation of 3000 kv-a. step up transformers 22,000 volts to 44,000 volts; reconstruction of 22,000 volt line Napa-Santa Rosa for 44,000 volt operation; installation of 3 - 500 kv-a., 44,000-22,000 auto transformers at Petaluma and Santa Rosa together with necessary switch gear; one spare 1000 kv-a. transformer and one spare 500 kv-a. transformer.	150,000.00
Land, building and equipment for combination substation and steam plant, Oakland	200,000.00
Electrical distribution in connection with said substation	80,200.00
Steam distribution connection with said steam plant	29,300.00
Additional extensions to distribution system	275,000.00
	<u>923,500.00</u>

The testimony shows that applicant is not able at this time to sell stock in amounts large enough to pay its monthly construction expenditures. Rather than incur a large current indebtedness applicant has made arrangements for the sale of \$1,000,000.00 of bonds.

O R D E R

GREAT WESTERN POWER COMPANY OF CALIFORNIA having applied to the Railroad Commission for permission to issue and sell \$1,000,000.00 of bonds, a public hearing having been held before Examiner Fankhauser.

and the Railroad Commission being of the opinion that the money, property or labor to be procured or paid for by such issue is reasonably required by applicant and that this application should be granted as provided in this order; therefore,

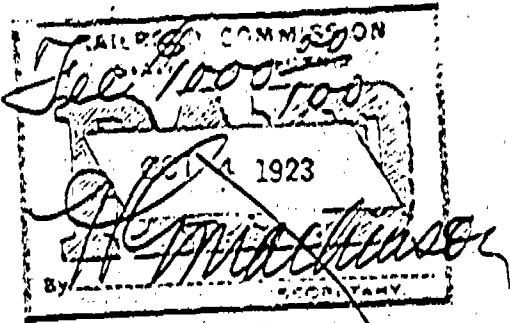
IT IS HEREBY ORDERED that the GREAT WESTERN POWER COMPANY OF CALIFORNIA be, and it is hereby, authorized to issue and sell for not less than 96 per cent of their face value and accrued interest \$1,000,000.00 of 6 per cent first and refunding mortgage Series "C" bonds due February 1st, 1952 and use the proceeds to pay in part the cost of the extensions, additions and betterments referred to in Exhibits one to five both inclusive filed in Application Number 8836, or to pay in part the cost of extensions, additions and betterments referred to in Exhibit "B" filed in this proceeding, provided that only such cost of the extensions, additions and betterments shall be paid through the issue of the bonds as is properly chargeable to capital account under the uniform system of accounts prescribed and adopted by the Railroad Commission.

The authority herein granted is subject to further conditions, as follows :

1. Great Western Power Company shall keep such record of the issue, sale and delivery of the bonds herein authorized and of the disposition of the proceeds as will enable it to file on or before the 25th. day of each month a verified report as required by the Railroad Commission's General Order Number 24, which order in so far as applicable is made a part of this order.

2. The authority herein granted to issue bonds will become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is \$1,000.00 and will expire on March 1st, 1924.

DATED at San Francisco, California, this 2^d day of October, 1923.



O. J. Seavey

Livingston
Essex Shore

J. T. Whitting
Commissioners.