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Decision No. 14249.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SAN GORGONIO POWER COMPANY,)
a corporation, for an order author-)
izing the issue of stock and bonds.)

Application Number 10509.

ORIGINAL

BY THE COMMISSION:

FIRST SUPPLEMENTAL ORDER

The Railroad Commission by Decision Number 14175 dated October 16, 1924, authorized San Geronio Power Company to issue and sell on or before December 31, 1924, \$5,000.00 of bonds and use the proceeds to pay in part the following expenses:-

To pay amounts representing materials purchased.....	\$3,000.00
To cover lower canal	5,000.00
To construct steel by-pass from tank No. 2	3,000.00
To complete storm control dams	12,000.00
To construct fire breaks and trails	6,000.00
To pay interest	14,000.00
Miscellaneous	3,680.56
Sub-total.....	<u>\$46,680.56</u>
To pay excess cost of plants constructed.....	39,027.90
Total.....	<u>\$85,708.46</u>

The company now has advised the Commission that it will not use any of the proceeds obtained from the sale of the bonds to refund interest payments. It therefore asks the Commission to modify its order and make a finding that the company may use the proceeds obtained from the sale of the bonds for the purposes specified in the Commission's order and that such purposes are not in whole or in part reasonably chargeable to operating expenses or to income.

The Commission has considered applicant's request and believes that the order in Decision Number 14175 dated October 16, 1924, should be modified, as herein provided;

The San Geronio Power Company having applied to the Railroad Commission for permission to use \$5,000.00 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 through the issue of bonds is reasonably required by applicant for the purpose or purposes specified in this order, and that such purpose or purposes are not in whole or in part reasonably chargeable to operating expenses or to income,

IT IS HEREBY ORDERED that the San Geronio Power Company be, and it is hereby, authorized to issue and sell on or before December 31, 1924, \$5,000.00 of its seven percent. bonds and use the proceeds to pay in part the cost of the following improvements:-

To pay amounts representing materials purchased	\$3,000.00
To cover lower canal	5,000.00
To construct steel by-pass from Tank No. 2	3,000.00
To complete storm control dams	12,000.00
To construct fire breaks and trails	6,000.00
To finance excess cost of plants	39,027.90
Miscellaneous	3,680.56

TOTAL..... \$71,708.46

PROVIDED, that only such costs as are properly chargeable to fixed capital accounts under the Uniform System of Accounts prescribed by the Railroad Commission may be paid through the use of the proceeds obtained from the sale of the \$5,000.00 of bonds.

IT IS HEREBY FURTHER ORDERED that the order in Decision Number 14175 dated October 16, 1924, shall remain in full force and

effect, except as modified by this First Supplemental Order.

DATED at San Francisco, California, this 8th day of
November, 1924.

W. S. Seavey
H. B. Brundage

Egerton Shore
J. T. Whittelsey

Commissioners.