

LEM

Decision No. 14589

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

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In the matter of the application of	)	
MIDDLE YUBA HYDRO-ELECTRIC POWER	)	
COMPANY, a corporation, for an order	)	Application No. 10826
authorizing applicant to issue notes	)	
to refund existing notes.	)	

Nilon and Nilon, by  
Frank M. Nilon, for applicant.

BY THE COMMISSION:

**ORIGINAL**

O P I N I O N

In this application, as amended at the hearing held before Examiner Fankhauser, Middle Yuba Hydro-Electric Power Company asks permission to issue to George B. Agnew two three-year unsecured six percent notes for \$101,239.20, one note to be in the principal amount of \$74,500.00, and the other, \$26,739.20.

Middle Yuba Hydro-Electric Power Company is engaged in the business of buying, selling and distributing electric energy in the Alleghany and Forest Mining Districts, Sierra County. The record shows that applicant originally planned the construction of dams, reservoirs and power plants along the Middle Fork of the Yuba River, but that subsequently it abandoned these plans, building only the transmission and distribution systems and purchasing its electric energy from Pacific Gas and Electric Company.

For the years ending December 31st applicant reports its revenues and expenses as follows:-

<u>ITEM</u>	<u>1922</u>	<u>1923</u>	<u>1924</u>
Operating Revenues	\$51,585.27	\$54,181.21	\$50,394.54
Operating expenses	<u>41,530.55</u>	<u>38,152.19</u>	<u>34,265.91</u>
Net Operating Revenues	\$10,054.72	\$16,029.02	\$16,128.63
Deduct:			
Interest	<u>6,744.12</u>	<u>6,705.58</u>	<u>6,316.22</u>
Profit for Year . . . . .	<u>\$ 3,310.60</u>	<u>\$ 9,323.44</u>	<u>\$ 9,812.41</u>

The company reports that in constructing its transmission and distribution systems and in making engineering surveys it expended \$94,902.35, of which amount \$74,500.00 was advanced by Mr. Agnew. Pursuant to the authority granted by Decision No.5482, dated June 12, 1918, in Application No. 3701, applicant issued a \$74,500.00 six percent note due January 1, 1921 and a \$26,739.20 six percent note due January 1, 1921. It is these notes which applicant asks permission to refund through the issue of new notes.

O R D E R

Middle Yuba Hydro-Electric Power Company having applied to the Railroad Commission for permission to issue notes in the principal amount of \$101,239.20, a public hearing having been held and the Railroad Commission being of the opinion that the application should be granted as herein provided, and that the money, property or labor to be procured or paid for through the issue of such notes is reasonably required by applicant for the purposes specified herein,

IT IS HEREBY ORDERED that Middle Yuba Hydro-Electric Power Company be, and it is hereby, authorized to issue to George B. Agnew two three-year six percent promissory notes due January 1, 1928; one to be in the principal amount of \$74,500.00 and the other \$26,739.20.

THE authority herein granted is subject to the following conditions:-

1. The notes herein authorized to be issued shall be delivered to refund the notes of like amount now outstanding to which reference is made in the foregoing opinion.
2. Within 30 days after the issuance of the notes herein authorized, applicant shall file with the Commission a verified report, as required by the Railroad Commission's General Order No. 24, which order in so far as applicable, is made a part of this order.
3. The authority herein granted shall become effective upon the date hereof. Under such authority no notes may be issued or delivered after June 30th, 1925.

DATED at San Francisco, California, this 24<sup>th</sup> day of February, 1925.

H. A. Brundage  
O. C. Seavey  
Egerton Spore  
George D. Squires  
James W. Caldwell  
Commissioners.