

Decision No. 18470

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
ONTARIO POWER COMPANY )  
for an order authorizing the issue )  
of five and one half percent gen- )  
eral and refunding bonds. )

ORIGINAL

Application No. 13743.

BY THE COMMISSION:

O P I N I O N

The Railroad Commission is asked to make an order authorizing Ontario Power Company to issue and sell, on a six percent basis or better, \$86,000.00 of its five and one half percent Series "B" general and refunding mortgage bonds, and to renew certain notes, aggregating \$40,100.00, for a period of one year.

Ontario Power Company is engaged in the manufacture, purchase and sale of electricity for light, heat and power in and about the Cities of Ontario and Upland. It reports, in the present application, that during the period from May 1, 1926 to March 31, 1927, it expended for capital additions to its plants and properties the sum of \$110,328.88, as shown in detail in schedules attached to the petition. From the total expenditures it deducts \$9,130.54 on account of retirements of property, leaving a balance of \$101,198.34. Applicant desires to use the proceeds from the \$86,000.00 of bonds to reimburse its treasury in part on account of earnings used in making such expenditures.

Applicant also asks permission to issue \$40,100.00 of notes to renew notes now outstanding. These notes are as follows:-

PAYEE	DATE OF ISSUE	DATE DUE	RATE OF INTEREST	AMOUNT
P. G. Brown	1/1/26	7/1/26	7	\$ 1,000.
C.C. and Georgia N. Graber	9/1/26	3/1/27	7	7,000.
Mary E. Graettinger	9/1/26	3/1/27	7	500.
Alma Agnew	9/1/26	3/1/27	7	500.
Mary J. Flavelle	9/1/26	3/1/27	7	1,500.
Mabel Gray	9/1/26	3/1/27	7	1,000.
Wm. H. Halfpenny	9/1/26	3/1/27	7	3,200.
E.W. & Alice R. Jamison	9/1/26	3/1/27	7	500.
Bertha M. Nelson	9/1/26	3/1/27	7	2,000.
Mrs. Tillie Nicholson	9/1/26	3/1/27	7	500.
Olive Harrison Whitney	9/1/26	3/1/27	7	2,000.
John W. & Mina Huehn	10/1/26	4/1/27	7	1,000.
J. E. & Eliz. McCarthy	10/1/26	4/1/27	7	500.
Herman Kuhlman	10/1/26	4/1/27	7	2,200.
C. E. and E. F. Pardee	10/1/26	4/1/27	7	500.
Harriet M. De Berard	10/1/26	4/1/27	7	1,000.
Edward W. Partridge	10/1/26	4/1/27	7	500.
Howard L. Berg	10/1/26	4/1/27	7	2,000.
Geo. J. & Henrietta Lord	1/2/27	7/2/27	7	1,500.
A. C. & Eliz. P. Reynolds	2/1/27	7/1/27	7	1,000.
Daniel A. Stine	3/1/27	7/1/27	7	10,000.
Minnie Roth	4/5/27	7/5/27	7	100.
J. W. & Annie Bryden	4/19/27	10/19/27	7	100.
Total.....				<u>\$40,100.</u>

Since the filing of the application the company has advised the Commission that the \$10,000. note in favor of Daniel A. Stine had been paid, so the order herein will authorize the issue of only \$30,100. of notes.

#### ORDER

Ontario Power Company, having applied to the Railroad Commission for permission to issue bonds and notes, and the Commission being of the opinion that this is a matter in which a public hearing

is not necessary and that the money, property or labor to be procured or paid for through such issue is reasonably required for the purposes specified herein and that the expenditures for such purposes are not in whole or in part reasonably chargeable to operating expense or to income.

IT IS HEREBY ORDERED that Ontario Power Company be, and it is hereby, authorized to issue and sell, at not less than 94-1/2 percent of par value and accrued interest, \$86,000.00 of Series "B" general and refunding mortgage five and one half percent bonds due July 1, 1955, and to use the proceeds to reimburse its treasury and to finance in part the cost of additions and betterments made prior to March 31, 1927.

IT IS HEREBY FURTHER ORDERED that Ontario Power Company be, and it hereby is, authorized to issue \$30,100.00 of unsecured promissory notes payable not later than one year from the date of this order with interest at not exceeding seven percent per annum for the purpose of refunding the outstanding notes referred to in the foregoing opinion.

IT IS HEREBY FURTHER ORDERED that the authority herein granted shall become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is One Hundred and Seventeen (\$117.00) Dollars.

IT IS HEREBY FURTHER ORDERED that applicant shall keep such record of the issue and sale of the bonds and notes 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 No. 24, which order insofar as applicable, is made a part of this order.

DATED at San Francisco, California, this 4<sup>th</sup> day of June, 1927.

H. B. Brundige  
Chairman

Thos. S. Rowell

Commissioners.

Fee \$117 <sup>00</sup>/<sub>100</sub>  
RAILROAD COMMISSION  
STATE OF CALIFORNIA  
JUN 25 1927  
*[Signature]*  
Fee #24186