

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA

In the Matter of the Application of)
THE CALIFORNIA OREGON POWER COMPANY)
for an order of the Railroad Commission)
of the State of California, authorizing)
the issuance and sale of preferred stock)
of the par value of \$500,000.00)

Application No. 8184

Morrison, Dunne and Brobeck, by Herman Phleger,
for Applicant.

BRUNDICE, Commissioner.

O P I N I O N

THE CALIFORNIA OREGON POWER COMPANY asks permission to
issue and sell at not less than \$92.00 per share 5,000 shares
(\$500,000.00 par value) of its seven per cent. ^{preferred} stock and use the pro-
ceeds to pay for additions and betterments and to reimburse its trea-
sury for moneys expended from income for such additions and better-
ments.

Applicant has an authorized stock issue of \$15,000,000.00
divided into \$7,500,000.00 of common and \$7,500,000.00 of preferred.
As of August 1st, it reports \$6,669,500.00 of stock outstanding. The
outstanding stock consists of \$2,228,400.00 of preferred and
\$4,441,100.00 of common.

Applicant did not file a statement showing in detail its
estimated construction expenditures. John D. McKee, applicant's
president, however, outlined in general the construction work on which
the company is now engaged and which it will undertake in the near
future. In his opinion, it is necessary for the company to proceed
with the sale of preferred stock for the purpose of paying in part the

cost of extensions, additions and betterments.

Applicant asks permission to sell its stock for not less than \$92.00 per share and expend of the proceeds an amount not exceeding \$2.00 per share for the purpose of paying commissions and expenses incurred in connection with the sale of the stock. The remainder of the proceeds applicant agrees to impound and expend only for such purposes as the Railroad Commission may authorize by supplemental order or orders.

I herewith submit the following form of Order.

C O R D E R

THE CALIFORNIA OREGON POWER COMPANY having applied to the Railroad Commission for permission to issue and sell \$500,000.00 par value of its preferred stock, a public hearing having been held and the Commission being of the opinion that the money, property or labor to be procured or paid for by the sale of such stock is reasonably required by applicant and that this application should be granted as herein provided;

IT IS HEREBY ORDERED, that THE CALIFORNIA OREGON POWER COMPANY be, and it is hereby, authorized to issue and sell, on or before June 30, 1923, for cash, at not less than \$92.00 per share, 5,000 shares (\$500,000.00 par value) of its seven per cent. cumulative preferred stock.

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

- 1.....Of the proceeds realized from the sale of the stock herein authorized, an amount equivalent to not exceeding \$2.00 per share may be expended for the purpose of paying commissions and expenses incident to the sale of the stock. The remainder of the proceeds realized from the sale of the stock shall be deposited with a bank or banks or with a trust company or companies and expended only for such purposes as the Railroad Commission may authorize by supplemental order or orders.

2.--Applicant shall keep such record of the issue and sale of the stock 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 in so far as applicable is made a part of this Order.

The foregoing Opinion and Order are hereby approved and ordered filed as the Opinion and Order of the Railroad Commission of the State of California.

Dated at San Francisco, California, this 2d
day of September, 1922.

H. H. Brundage
James Martin
Chas. H. Rowe

COMMISSIONERS.