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Decision No. 11349.

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 Seven Per Cent preferred stock.)

Application No. 8436.

Glenn D. Smith for applicant.

BY THE COMMISSION:

O P I N I O N.

In this application ONTARIO POWER COMPANY asks permission to issue and sell, at par, \$52,000.00 of its seven per cent. preferred stock for the purpose of financing the cost of additions and betterments.

A public hearing was held before Examiner Williams in Los Angeles on December 5, 1922.

Applicant reports that from June 1st to October 31st, 1922, in order to take care of the growth in business, it expended for capital purposes the sum of \$52,068.36, as shown in detail in Exhibit "A" attached to the petition. These expenditures, summarized, are shown as follows:

Pole line,.....	\$34,098.19
Storehouse,.....	4,735.36
Transformers,.....	7,995.91
Meters,.....	2,644.05
Miscellaneous,.....	2,594.85
Total,.....	<u>\$52,068.36</u>

Glenn D. Smith, applicant's general manager, testified that these expenditures have been made from earnings or from borrowed money and have not been paid or provided for through the issue of stock or bonds.

Ontario Power Company has an authorized stock issue of \$1,500,000, divided into \$900,000 of common and \$600,000 of seven per cent. preferred stock. As of October 31, 1922, there was \$380,000 of common and \$288,000 of the preferred outstanding. Its funded debt on

the same date is reported as \$400,500, consisting of \$274,000 of first mortgage five per cent. bonds, \$66,500 of seven per cent. serial gold notes and \$60,000 of seven per cent. serial trust notes. Other notes payable are reported as \$21,000 and open account as \$1,685.71.

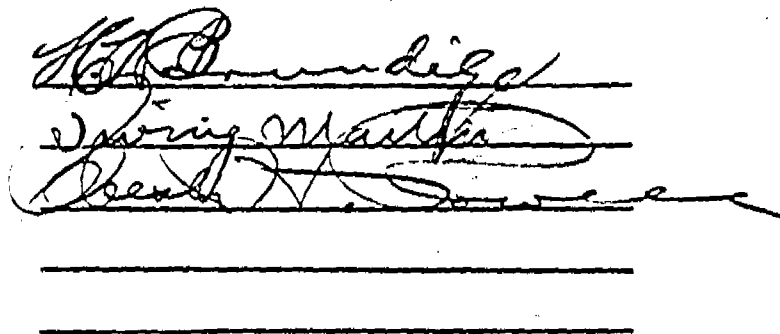
O R D E R.

ONTARIO POWER COMPANY having applied to the Railroad Commission for permission to issue and sell 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 such issue is reasonably required by applicant for the purposes indicated herein;

IT IS HEREBY ORDERED, that ONTARIO POWER COMPANY be, and it is hereby, authorized to issue and sell, for cash, at not less than par, on or before June 30, 1923, \$52,000.00 of its seven per cent. cumulative preferred stock and to use the proceeds to finance the cost of the additions and betterments made from June 1, 1922 to October 31, 1922, and described in Exhibit "A" attached to the petition, provided-

That applicant 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.

DATED at San Francisco, California, this 13th day of December, 1922.



Commissioners.