

Decision No. ✓

ORIGINAL

Decision No. 1469

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the application)
 of Pacific Light & Power Corpora-)
 tion, a corporation, for an order)
 authorizing issue of notes.)

Application No. 1104

S. M. Haskins for applicant.

EDGERTON, Commissioner.

O P I N I O N

This is an application by Pacific Light and Power Corporation for an order authorizing the issuance of \$2,500,000 of promissory notes.

On May 1, 1913, applicant issued and sold 2,500 promissory notes of the face value of \$1,000 each, dated May 1, 1913, payable to bearer one year after date and bearing interest at the rate of 6 per cent per annum, payable semi-annually.

Applicant realized full face value for said notes, less 1-1/2 per cent commission paid to bankers for floating the same. The money thus derived was used in the continued construction of its hydro-electric generating plant on Big Creek in Fresno County, California, and on the transmission line which was in course of construction between said power plant and the City of Los Angeles.

It is now proposed to issue promissory notes of applicant to Huntington Land and Improvement Company of the face value of \$2,500,000 at a like rate of interest, the money

thus realized to be used in retiring the promissory notes heretofore issued.

I recommend that the application be granted and submit herewith the following form of order:

O R D E R

Application having been made by Pacific Light and Power Corporation for an order authorizing the issue of promissory notes of the face value of \$2,500,000, and a public hearing having been had, and it appearing to the Commission that the proceeds from the issuance of said promissory notes are not in whole or in part reasonably chargeable to operating expenses or to income, and that such proceeds are needed by applicant to pay off and retire existing obligations,

IT IS HEREBY ORDERED by the Railroad Commission of the State of California that Pacific Light and Power Corporation is hereby authorized to issue promissory notes of the face value of \$2,500,000, bearing interest at the rate of 6 per cent per annum, payable semi-annually, said notes to be dated May 1, 1914, and to be payable on or before May 1, 1915, under the following conditions, not otherwise:

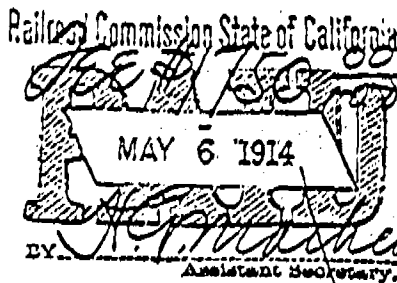
1. Applicant shall realize upon the issuance of said notes the full face value thereof, to-wit: \$2,500,000, and the money thus realized shall be used only for the purpose of paying off and cancelling those certain promissory notes heretofore issued by applicant of the face value of \$2,500,000, dated May 1, 1913, payable to bearer one year after date and bearing interest at the rate of 6 per cent per annum, payable semi-annually.

2. Said company shall keep separate, true and accurate accounts showing the receipt and application in detail of the proceeds of the sale of said notes hereby authorized to be issued, and on or before the 25th day of each month the company shall make a verified report to the Commission in accordance with the Commission's General Order No. 24, stating the sale or disposition of such notes during the preceding month, the terms and conditions of such sale or other disposition, the moneys realized therefrom and the use and application of such moneys.

3. The payment of the fee prescribed in Section 57 of the Public Utilities Act shall be a condition precedent to the effectiveness 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 1st day of May, 1914.



H. S. Ireland

Marc Theken

Edwin O. Edgerston

Commissioners.