

ORIGINAL

BEFORE THE RAILROAD COMMISSION  
OF THE STATE OF CALIFORNIA.

Decision No. 1891

In the Matter of the Application )  
of SONOMA VALLEY WATER, LIGHT AND ) Application No. 755.  
POWER COMPANY to Issue Bonds of )  
the Face Value of \$50,000.00 )

HEBLEN, Commissioner.

SECOND SUPPLEMENTAL ORDER.

This Commission having, on September 30, 1913, made an order in this proceeding authorizing Sonoma Valley Water, Light and Power Company to issue its bonds of the face value of \$50,000.00, bearing interest at the rate of 6 per cent per annum, said bonds to net applicant not less than 82½ per cent of the face value thereof and the proceeds obtained thereby to be used for the following purposes only:

(a) For the discharge of refunding of obligations of the company as follows:

Discharge of note to International Mercantile Bond Company, -----	\$5,150.00
Discharge of indebtedness for water meters --	860.00
Discharge of indebtedness for boring well --	280.00
Discharge of indebtedness for pumps and dynamo	560.00
Discharge of indebtedness for attorney's fees-	2,150.00
Discharge of miscellaneous indebtedness -----	<u>297.00</u>
Totals -----	\$9,297.00

(b) For the acquisition of property and the construction, completion and extension and improvement of its facilities, including the excavation of the company's present reservoir and the lining of the same; with concrete, the extension of pipe lines, the construction of an additional artesian well and the construction of a dam across Kerrigan Creek, the proceeds remain-

ing from the sale of said bonds after the foregoing obligations have been paid, not to exceed the sum of \$18,000.00.

And Sonoma Valley Water, Light and Power Company having filed with this Commission a supplemental application, stating that applicant has so far been unable to sell any of these bonds, and asking that this Commission authorize applicant to issue these bonds as collateral for \$15,000 which applicant has an opportunity to borrow for a period of six months at a rate of interest of eight per cent per annum, the moneys so borrowed to be used for the purposes specified in the original order; and the Commission being of the opinion that under all the circumstances of this case this application should be granted,--

IT IS HEREBY ORDERED that <sup>Sonoma</sup>~~Mariposa~~ Valley Water, Light and Power Company be, and it is hereby authorized to pledge its bond of the face value of \$50,000.00 bearing interest at the rate of 6 per cent per annum upon the following conditions, and not otherwise, to-wit:

1. Applicant shall receive in moneys borrowed at least 50 per cent of the face value of all bonds issued as collateral therefor;
2. The moneys borrowed upon the pledge of these bonds shall be borrowed at a rate of interest not to exceed 8 per cent and for a period not exceeding six months;
3. The proceeds from the sale of said bonds shall be applied to the following purposes:
  - (a) For the discharge and refunding of the following obligations of applicant and the interest which is due thereon:

Discharge of note to International Mercantile and Bond Company,-----	\$5,150.00
Discharge of indebtedness for water meters---	860.00
Discharge of indebtedness for boring well----	280.00
Discharge of indebtedness for pumps and dynamo	560.00
Discharge of indebtedness for attorney's fees--	2,150.00
Discharge of miscellaneous indebtedness-----	297.00
Totals -----	\$9,297.00

(b) For the acquisition of property and the construction, completion, extension and improvement of its facilities, including the excavation of the company's present reservoir and the lining of the same with concrete, the extension of pipe lines, the construction of an additional artesian well and the construction of a dam across Kerrigan Creek, the proceeds remaining from the sale of said bonds after the foregoing obligations have been paid.

4. Sonoma Valley Water, Light and Power Company shall keep separate, true and accurate accounts showing the number of bonds issued in accordance with this order, the moneys borrowed thereby and the disposition of such moneys, and on or before the 25th day of each month shall make a verified report to this Commission stating the number of bonds pledged during the previous month, the terms and conditions upon which said bonds were pledged, the moneys realized therefor and the use and application of such moneys, all in accordance with this Commission's General Order No. 24, which order, in so far as applicable, is made a part of this second supplemental order.

5. This order shall apply only to bonds issued prior to January 1, 1915.

The foregoing Second Supplemental Order is hereby approved and ordered filed as the Second Supplemental Order of the Railroad Commission of the State of California.

Dated at San Francisco, California, this 20th day of October, 1914.

Alex G. Gordon  
Max Thibault  
Edwin D. Edgerton  
Commissioners.