

ORIGINAL

Decision No. ✓

Decision No. 1907

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application)
of Sacramento and Woodland Rail-)
road Company, a corporation, for) Application No. 1336
an order approving certain notes)
issued by applicant.)

T. T. C. Gregory for applicant

EDGERTON, Commissioner.

OPINION

This is an application by Sacramento and Woodland Railroad Company for an order authorizing the issue of certain promissory notes.

Applicant has heretofore issued certain promissory notes without the authorization of this Commission. Upon attention being called to this situation, this application was made.

There can be no doubt that the money obtained from the issuance of these notes originally was used for corporate purposes, and that the persons holding these notes are bonafide creditors of applicant. Applicant is a subsidiary of Northern Electric Railway Company, now in receivership.

As set out in the opinions in Application No. 1337 and Application No. 1059, I think this application should be granted in order that the position of the creditors be maintained.

Herewith a form of order:

O R D E R

Application having been made by Sacramento and Woodland Railroad Company for an order authorizing the issuance of certain promissory notes, and a public hearing having been had, and it appearing to the Commission that for the reasons set out in the preceding opinion said application should be granted,

IT IS HEREBY ORDERED by the Railroad Commission of the State of California that Sacramento and Woodland Railroad Company is hereby authorized to issue those certain promissory notes in the amounts, bearing the interest, payable to the persons and dated, all as set out in the list on file herein marked Exhibit "A".

Said company shall keep separate, true and accurate accounts showing the receipt and application in detail of the proceeds derived from the issuance of the notes herein authorized, 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 other disposition of the notes herein authorized to be issued the terms and conditions of such sale or other disposition, the moneys realized therefrom and the use and application of such moneys.

This order shall not become effective until the fee prescribed by Section 57 of the Public Utilities Act, as amended, shall have been paid.

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 22^d day of October, 1914.

W. H. Boardman

Max Thelen

Edwin O. Edgerton

Commissioners.