

# ORIGINAL

Decision No. 2099

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application	)	
of HERMOSA BEACH WATER COMPANY	)	
for permission to renew a promis-	)	Application No. 1488.
sory note given to EL SOBRANTE	)	
LAND COMPANY for \$5,000.00.	)	
.....	)	

F. D. Cornell for applicant.

THELEN, Commissioner.

### O P I N I O N.

This is an application for an order authorizing the issue of a promissory note in the sum of \$5,000.00, payable to El Sobrante Land Company, or order, bearing interest at the rate of 6 per cent per annum, payable on or before January 1, 1916, for the purpose of taking up a similar note in the same amount, payable to the same payee, dated January 31, 1914 and due January 1, 1915.

A public hearing on this application was held in Los Angeles on January 19, 1915.

The note now outstanding was given for the purpose of securing funds with which to pay bills outstanding against applicant's water system. The note now to be given, in so far as the proceeds of the existing note were used for purposes properly capitalizable, will hereafter be taken up by the proceeds of bonds, in accordance with a permanent plan of financing.

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

### O R D E R.

HERMOSA BEACH WATER COMPANY having applied to the Railroad Commission for an order authorizing the issue of a promissory note in the sum of \$5,000.00, as hereinafter more particularly

specified, for the purpose of taking up an outstanding note in the same amount, and a public hearing having been held on said application and the Railroad Commission finding that the order asked for should be made,

IT IS HEREBY ORDERED that Hermosa Beach Water Company be and the same is hereby authorized to issue its promissory note in the sum of five thousand dollars (\$5,000.00), payable to El Sobrante Land Company, or order, bearing interest at the rate of six (6) per cent per annum, and payable on or before January 1, 1916, on the following conditions and not otherwise, to-wit:

1. Hermosa Beach Water Company shall issue said promissory note at not less than its face value and at an interest rate not in excess of six (6) per cent per annum.

2. Hermosa Beach Water Company shall use the proceeds from the note herein authorized to be issued solely for the purpose of taking up an outstanding note in the sum of five thousand dollars (\$5,000.00), dated January 31, 1914 and payable January 1, 1915, to El Sobrante Land Company.

3. Hermosa Beach Water Company shall report to the Railroad Commission, within ten days after issue, the fact of the issue of the note hereby authorized and the terms and conditions of the issue.

4. The authority hereby given to issue said promissory note shall not become effective until Hermosa Beach Water Company has paid the fee specified in Section 57, as amended, of the Public Utilities Act.

5. The authority hereby given to issue said promissory note shall apply only to such note as may have been issued on or before March 1, 1915.

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 27th day of January, 1915.

Max Theiler

A. H. Howard

Edwin O. Edgerton

Francis R. Dehn

Commissioners.

Received Commission of State of California  
January 27 1915  
FEB 4 1915  
Assistant Secretary