

Decision No. 211

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THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of NORTHERN CALIFORNIA POWER COMPANY, CONSOLIDATED, for an order authorizing it to issue \$500,000, face value, of five year 6 per cent debenture notes.

Application No. 156.

SUPPLEMENTAL ORDER.

By the Commission.

The Railroad Commission having by its order dated August 14, 1912, in the proceeding entitled as above, granted to applicant permission to issue five hundred debenture notes, each of the face value of \$1000.00, bearing numbers one (1) to five hundred (500) inclusive, said debenture notes to bear date July 15, 1912, to mature July 15, 1917, to bear interest at six (6%) per cent per annum, and to be sold at a price of not less than \$960.00 for each debenture note of the face value of \$1000.00; and said order containing, among others, the provision that all moneys received from the sale of said debenture notes should be placed in applicant's treasury and that no moneys should be paid out therefrom in the liquidation of outstanding indebtedness, or for any other purpose, until the claim which it might be intended to pay should be presented to the Railroad Commission, so that said Commission might determine whether said claim was in whole or in part reasonably chargeable to operating expenses or to income; and applicant having by letter dated August 21, 1912, asked for permission to pay claims amounting to \$315,133.66 properly chargeable to operating expenses on the plea that the company has expended for the construction of its plant a greater sum than this, for which it has not been reimbursed by the proceeds of sales of stocks, bonds or other evidences of indebtedness, payable at periods of more than one year after date, and for permission to pay claims amounting to

\$164,866.34 representing obligations contracted for the purchase of material or services rendered in connection with additions to plant; and the Railroad Commission having made an examination of applicant's books and property and having found to its satisfaction that a sum in excess of \$315,133.16 has been expended out of income for the construction, completion, extension and improvement of its facilities within five years next prior to the filing of its application, which sum might have been expended to meet said operating expenses

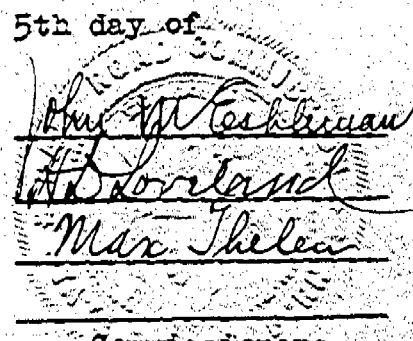
IT IS HEREBY ORDERED that NORTHERN CALIFORNIA POWER COMPANY, Consolidated, be and the same is hereby authorized to expend the proceeds from the sale of said five hundred (500) debenture notes, amounting to \$480,000.00 now on deposit in the Mercantile National Bank of San Francisco, in the amounts and for the purposes hereinafter designated and subject in all other respects to the terms and conditions of said order of the Railroad Commission dated August 14, 1912, and not otherwise, to-wit:

1. For the discharge of the obligations specified in said letter of August 21, 1912, incurred for the purchase of material and for services rendered in connection with additions to plant, not to exceed the sum of \$164,866.34. If after paying all of said obligations, any sum remains unexpended, such sum may then be expended for the purposes specified in paragraph 2 hereof.

2. For the discharge of obligations incurred for the operation and maintenance of its plant, but contracted as a result of additions to plant amounting to a similar sum, the sum of \$315,133.66, less such amount as applicant may heretofore have paid on three certain notes under authorization contained in letters from this Commission to applicant, dated August 28, 1912, and August 29, 1912.

The sums^{so} paid on said notes need no longer be kept in a separate fund.

Dated at San Francisco, California, this 5th day of September, 1912.


Wm. M. Cushman
H. D. Loveland
Max Theiler
Commissioners.