

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the application of
Pacific Light and Power Corporation
for an order authorizing issue of
bonds.

Application No. 1599.

S. M. Haskins, for applicant.
A. T. Brock, for Southern California Gas Company.

EDGERTON, Commissioner.

O P I N I O N

Pacific Light and Power Corporation has an outstanding issue of \$2,338,000 six per cent collateral trust bonds, dated July 1, 1910, due July 1, 1915. These bonds are secured by \$3,118,000 of first mortgage six per cent bonds of the Southern California Gas Company. It is now proposed by the Pacific Light and Power Corporation to refund these collateral bonds in the sum of \$2,338,000 by an issue of \$2,338,000 of collateral trust notes, to be dated July 1, 1915 and to mature July 1, 1917. The new issue of notes is to bear six per cent and is to be secured by \$3,118,000 of first mortgage six per cent bonds of the Southern California Gas Company. This, in effect, amounts to a two year extension upon the collateral trust bonds now outstanding.

The indebtedness represented by these collateral trust bonds will eventually be paid through the sale of the Southern California Gas Company bonds or through payments to the Pacific Light and Power Corporation by the Southern California Gas Company.

This is a refunding of an existing obligation, and I therefore recommend that the application be granted and submit the following form of order:

O R D E R

Pacific Light and Power Corporation having applied to this Commission for authority to issue \$2,338,000 of six per cent collateral trust notes as specified in the foregoing opinion,

And a hearing having been held and it appearing that the purposes for which it is proposed to issue said collateral trust notes are not in whole or in part reasonably chargeable to operating expenses or to income,

IT IS HEREBY ORDERED that Pacific Light and Power Corporation be granted authority and it is hereby granted authority to issue \$2,338,000 of six per cent collateral trust notes, said notes to be dated July 1, 1915 and to mature July 1, 1917.

The authority herein granted to issue said notes is granted upon the following conditions and not otherwise:

(1) The collateral trust notes herein authorized to be issued shall be used to retire a like amount of applicant's collateral trust bonds on such basis that for every collateral trust note of the face value of \$1,000 herein authorized to be issued, the applicant shall retire one of its outstanding collateral trust bonds of the face value of \$1,000.

(2) The collateral trust notes herein authorized to be issued shall be issued only after this Commission shall have approved the trust agreement under which said collateral trust notes are to be issued.

(3) Pacific Light and Power Corporation shall keep separate, true, and accurate accounts showing the receipt and application in detail of the proceeds of the sale of the notes hereby authorized to be issued; and on or before the twenty-fifth day of each month the company shall make verified reports to the Commission stating the sale or sales of said notes during the preceding month, the terms and conditions of the

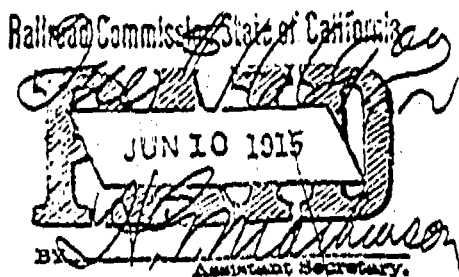
sale, the moneys realized therefrom, and the use and application of such moneys, all in accordance with this Commission's General Order No. 24, which order, in so far as applicable, is made a part of this order.

(4) The authority herein granted is conditioned upon the payment by the applicant of the fee prescribed under the Public Utilities Act.

(5) The authority herein granted shall apply to such notes as shall have been issued on or before April 1, 1916.

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 7th day
of June, 1915.



Max Shuler
W. H. Leland
Edwin C. Edgerton
Frazer Shuler
Commissioners.