

Decision No.

ORIGINAL

Decision No. 2845

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the application)
of SPRING VALLEY WATER COMPANY)
for authority to issue promissory)
notes and to pledge bonds to secure)
the same and for authority to issue)
collateral trust gold notes; to exe-)
cute a collateral trust agreement)
and to pledge bonds thereunder to)
secure said notes.)

Application No. 1820.

THELEN, Commissioner.

FIRST SUPPLEMENTAL ORDER.

WHEREAS, this Commission in its Decision Number 2690, dated August 12, 1915, authorized Spring Valley Water Company to issue \$2,500,000.00 of two year 5% collateral trust notes dated September 1, 1915, secured by a trust agreement in favor of Union Trust Company of San Francisco by which \$3,334,000 of General Mortgage Bonds were pledged as collateral security for said notes; and

WHEREAS, the above mentioned order further provided that the proceeds from the sale of said notes were to be used for the following purposes, to wit:

The refunding, redemption or discharge of certain outstanding promissory notes;

The reimbursing of the Company's treasury for capital expenditures made between October, 1913, and July 1, 1915; and the balance for future capital expenditures; and

WHEREAS, Spring Valley Water Company now reports to this Commission that under the authority heretofore granted it has expended for the above purposes the total sum of \$2,352,417.78 leaving in its treasury an unexpended balance of \$117,582.22, which sum it states is not immediately needed for permanent improvements and which it therefore desires to use temporarily as working capital pending its permanent investment as specified by the previous order of the Commission, dated August 12, 1915, and it appearing to this Commission that applicant's request is reasonable and should be granted,

IT IS HEREBY ORDERED that Spring Valley Water Company be and it is hereby authorized to use the sum of \$117,582.22 now remaining in its treasury from the sale of \$2,500,000. of its collateral trust notes as working capital pending its permanent investment as specified by this Commission's order dated August 12, 1915 in the above entitled matter.

The Order herein made is granted upon the following conditions and not otherwise:

(1) On or before December 31, 1916, unless otherwise authorized by this Commission, applicant shall convert said working capital into fixed capital in the form of additions and betterments to its properties to cost not less than \$117,582.22; said additions and betterments to consist of additions and betterments as heretofore authorized in this Commission's Decision Number 2690.

(2) Except as modified by the Order herein, this Commission's Decision Number 2690, dated August 12, 1915, shall

remain in full force and effect.

Dated at San Francisco, California, this 27th day of
October, 1915.

Max Heeler

J. D. Loveland

W. G. ...

Edwin T. Edgerton

John ...

Commissioners.