

Decision No. _____

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

ORIGINAL

Decision No. 2923

In the matter of the application of SAN JOAQUIN LIGHT AND POWER CORPORATION for an order authorizing the issue of certain promissory notes.

Application No. 1965.

A. E. Peat for applicant.

BY THE COMMISSION.

O P I N I O N.

This is an application for an order authorizing the issue of three promissory notes, amounting in all to \$500,000.00, and authorizing the pledging of \$400,000.00 of applicant's bonds as collateral security for the same, for the purpose of refunding six of applicant's promissory notes, of \$50,000.00 each, now due. The notes are specified in the Order herein.

The evidence shows that the said six outstanding notes, secured by \$400,000.00 of applicant's bonds were issued in pursuance of this Commission's order as set forth in Decision No. 2571, and that said notes, or the proceeds thereof, were used by applicant for the acquisition of property and for the construction, extension and improvement of its facilities and service.

O R D E R.

SAN JOAQUIN LIGHT AND POWER CORPORATION having applied for an order authorizing the issue of three promissory notes, hereinafter described, for the purpose of refunding six promissory notes, also hereinafter described, and for an order authorizing the pledging

of \$400,000.00 of its bonds as collateral security for the same,

And a public hearing having been held on said application, and the Railroad Commission finding that the purposes for which said outstanding notes, or the proceeds thereof, were used were not in whole or in part reasonably chargeable to operating expenses or to income, and that the application should be granted,

IT IS HEREBY ORDERED that San Joaquin Light and Power Corporation be, and the same is hereby, authorized to issue its promissory notes, as hereinafter set forth, for terms not exceeding two years from July 19, 1915, at rates of interest and in total amounts not to exceed those now in effect, for the purpose of refunding the following notes:

<u>Payee</u>	<u>Amount</u>	<u>Int. Rate</u>	<u>Maturity</u>
Bank of California	\$50,000.00	6%	Nov. 19, 1915.
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Savings Union Bank and Trust Company	\$50,000.00	6%	Nov. 19, 1915.
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The notes which applicant is hereby authorized to issue are as follows:

<u>Date</u>	<u>Payee</u>	<u>Amount</u>	<u>Rate of Int.</u>
11-19-15	Hibernia Savings Bank of Los Angeles	\$100,000.00	6%
11-17-15	Security Trust & Savings Bank	\$150,000.00	5%
11-17-15	Security National Bank	\$ 50,000.00	6%

IT IS HEREBY FURTHER ORDERED that San Joaquin Light and Power Corporation be, and it is hereby, granted authority to pledge as collateral security for the notes herein authorized, or renewals thereof, its first and refunding mortgage forty-year Series "C" six per cent gold bonds, being a portion of

the bonds heretofore authorized to be issued in Decision No. 2535, dated May 5, 1915, upon the basis of \$1,555.53 per value of bonds for each \$1,000.00 face value of the notes so secured.

The authority herein given is given on the following conditions, and not otherwise, to-wit:

1. San Joaquin Light and Power Corporation shall issue said notes so as to net not less than the face value thereof.

2. San Joaquin Light and Power Corporation is hereby authorized during the period of six months from the date of this order to issue further notes, in renewal of those herein authorized, on the same terms, provided that the combined terms of the notes hereby authorized and those issued in renewal thereof, respectively, shall not exceed one year from July 19, 1915.

3. San Joaquin Light and Power Corporation shall report to the Railroad Commission within twenty days after the issue of the respective notes hereby authorized the fact and the date of issue, the face value of the respective notes, the rate of interest, the application of the proceeds, and the number of applicant's bonds pledged as collateral security therefor.

4. The authority herein granted is conditioned upon the payment of the fee prescribed in Section 57, as amended, of the Public Utilities Act.

Dated at San Francisco, California, this 20th day of November, 1915.

Max Healy
H. J. ...
...
Edwin D. ...
Frank R. ...
Commissioners.