

Decision No.     ✓    .

ORIGINAL

Decision No. 3098

BEFORE THE RAILROAD COMMISSION OF  
THE STATE OF CALIFORNIA.

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In the Matter of the Application of	)	
LOS ANGELES AND SAN DIEGO BEACH RAILWAY	)	<u>Application</u>
COMPANY for authority to issue	)	
\$825,000.00 of bonds.	)	<u>No. 1240.</u>

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BY THE COMMISSION.

FIFTH SUPPLEMENTAL ORDER.

WHEREAS, this Commission in its Decision Number 1962 (Vol. 5, Opinions and Orders of the Railroad Commission of the State of California, page 761) and in certain orders issued supplemental thereto, authorized Los Angeles and San Diego Beach Railway Company to issue \$375,000.00 of its First Mortgage Five and One-Half Per Cent Sinking Fund Gold Bonds; and

WHEREAS, said order further provides that applicant might pledge said bonds or any part thereof in such amounts and at such ratios as shall thereafter be authorized by this Commission; and

WHEREAS applicant has now applied to this Commission for authority to pledge its First Mortgage Five and One-Half Per Cent Sinking Fund Gold Bonds, at a ratio of \$100.00 of bonds for each \$70.00 of indebtedness, to be used as collateral security for two notes in the total principal sum of \$10,000.00, the proceeds of which are to be used for the rehabilitation of applicant's lines and structures; as provided in said Decision Number 1962.

And it appearing to this Commission that applicant's request is reasonable and should be granted and that the purposes for which it is proposed to issue said bonds are not reasonably chargeable in whole or in part to operating expenses or to income;

IT IS HEREBY ORDERED that Los Angeles and San Diego Beach Railway Company be and it is hereby authorized to pledge its First Mortgage Five and One-Half Per Cent Sinking Fund Gold Bonds, at a ratio of not to exceed \$100.00 of bonds for each \$70.00 of notes, as collateral security for a six months note to Southern Trust and Savings Bank of San Diego in the principal sum of \$5,000.00 and bearing interest at not to exceed 7% per annum, and as collateral security for a six months note to American National Bank of San Diego in the principal sum of \$5,000.00 and bearing interest at not to exceed 7% per annum.

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

- 1.-When the above mentioned notes to Southern Trust and Savings Bank of San Diego and American National Bank of San Diego have been paid or otherwise discharged, the bonds herein authorized to be pledged shall be

returned to applicant's treasury  
and not thereafter issued without  
the approval of this Commission.

2.-The authority herein granted shall  
apply only to such bonds as shall  
have been issued or pledged on or  
before June 30, 1916.

3.-Applicant shall report to this Com-  
mission within thirty days after  
the pledge of any bonds under the  
authority herein granted, stating  
the number of bonds pledged, the  
terms of said pledge, the terms of  
the notes secured by said bonds  
and the purposes for which the proceeds from  
said notes were used.

Dated at San Francisco, California, this 11<sup>th</sup>  
day of February, 1916.

Max Thelen  
H. B. Ireland  
W. J. Gordon  
Edwin C. Edgerton  
Stuart P. Devlin

Commissioners.