

Decision No. _____

ORIGINAL

Decision No. 3247

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of)	
CHECO SOUTHERN TELEPHONE COMPANY)	
for Permission to Sell a Portion of)	Application No. 1938.
Its Telephone System in Crescent)	
City.)	

In the Matter of the Application)	
of DEL NORTE PEOPLES TELEPHONE)	
COMPANY to Issue Promissory Notes.)	Application No. 2135.

BY THE COMMISSION:

ORDER.

CHECO SOUTHERN TELEPHONE COMPANY having applied to this Commission for authority to sell to Del Norte Peoples Telephone Company the following described property:

An undivided one-half interest in and to the local system within the corporate limits of the City of Crescent City, as the same stood and inventoried July 1st, 1911, as follows, to-wit:

250-amp. Fuses (Terminal, 4 boxes FEW Wood screws 13-14, 13 Mouth Pieces, 35 Arresters, 5 Baby Knife switches SPST, 20 Comb. Jacks & Drops Extra, 11 Glass Circuit Breakers, 1 Box FEW Wood screws 1 1/2-8, 200 Ins. Staples, 1 Socket Wrench, 1- 16 x 3/8 Bitt, 1- 1/2 in. Bitt, 1 Soldering iron, 3-3/8 Bitts, 12- 1/2 x 14 In. Bolts Gal., 16- 1/2 x 4 In. Bolts, 117 Pole steps Gal., 55 Pounds EBB No. 12 Gal. Wire, 1 Gasoline Torch, 7 1/2 pounds Annu. Wire, 2 Zincs for Gravity Batteries, 1 Pint Shellac, 8-6 in. Bushings, 18 Cleats 2 wire, 28 No. 4 Knobs, 17 Split Knobs, 425 Pins 1 1/2 in., 1 Box Pot head fuses, 77 Type D 16 Type A 38 Type C Fuses, 1 Wall type Receiver, 200 Ft. No. 14 R.C. Wire, 2550 Ft. No. 18 Duplex Wire, 64 Wall Sets, 10 Portable sets, 6 poles Arms & Insulators E Street, 27 Poles Arms & Insulators Second Street, 4 Poles Arms & Insulators F Street, 16 Poles Arms & Insulators H Street, 6 Poles Arms & Insulators Sixth Street, 10 Poles Arms &

Insulators J Street, 15 Poles Arms & Insulators I Street, 27 Circuits No. 12 EBB Gal. Wire leading from office to distributing points of City, 1 50 line Kellogg Magneto Switchboard & Terminal racks, office equipment etc., 1 Wall set less receiver;

Also, all of the lines, poles, apparatus, appliances and equipment of all of the lines of said Chetco Southern Telephone Company leading into the main office at Crescent City, California, which said lines are known as Lines Nos. 16, 22 and 23, and what is known as the Lake Earl Line, save and except the main line running from Smith River to Crescent City along the County Road between said two points and the poles on said last mentioned line leading from Smith River to what is known as William McKays.

said property to be sold for the sum of two thousand dollars (\$2,000), five hundred dollars (\$500) of which is to be paid in cash, and the remaining fifteen hundred dollars (\$1,500) in notes of Del Norte Peoples Telephone Company; seven (7) of said notes to be of the face value of two hundred dollars (\$200), and the eighth note to be of the face value of one Hundred dollars (\$100); the first note to fall due six (6) months from date, and the remaining notes to fall due at successive periods of six (6) months thereafter;

And Del Norte Peoples Telephone Company having asked for authority of this Commission to issue such promissory notes insofar as the consent of the Commission is necessary thereto and as security for all of the notes above mentioned to execute a mortgage of the property which Chetco Southern Telephone Company proposes to transfer to Del Norte Peoples Telephone Company; said mortgage to be in the form of the mortgage attached to Application No. 1938 as "Exhibit D"; and the Commission being duly advised in the premises, and a public hearing having been held, and it appearing that the notes which Del Norte Peoples Telephone Company desires to

issue are not to be issued for purposes properly chargeable to operating expenses or income,--

IT IS HEREBY ORDERED that these two applications be, and the same are hereby, granted and CHESTCO SOUTHERN TELEPHONE COMPANY is hereby authorized to convey to Del Norte Peoples Telephone Company the property described above, and DEL NORTE PEOPLES TELEPHONE COMPANY is hereby authorized to execute a mortgage of said property in the form described above, and also, to issue its promissory notes on the terms and for the periods above described, upon the following conditions and not otherwise, to-wit:

1. The consideration given for the property herein authorized to be transferred shall not be taken before this Commission or any other public body as representing the value of said property for rate fixing or other purposes.

2. The notes which the Commission herein authorizes Del Norte Peoples Telephone Company to issue shall be issued at a rate of interest not to exceed six per cent (6%) per annum, and the authority to issue said notes shall apply to only such notes as are issued on or before June 30, 1916.

3. Within thirty (30) days after the property herein authorized to be transferred has been conveyed to Del Norte Peoples Telephone Company and the latter Company has executed a mortgage upon said property and issued notes in accordance with the Commission's

order, applicant shall report these facts to the
Commission.

Dated at San Francisco, California, this 10th
day of April, 1916.

Alfred Gordon
Edwin O. Edgerton
Frank R. Durbin
Commissioners.