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ORIGINAL

Decision No. _____

Decision No. 3819

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of RIVERSIDE COUNTY GAS AND POWER)
COMPANY to purchase and of BEAUMONT)
GAS AND POWER COMPANY and of THE)
BANNING GAS AND LIGHTING COMPANY)
to sell the properties of the last)
named companies; of RIVERSIDE)
COUNTY GAS AND POWER COMPANY to)
issue stocks and bonds and for a)
certificate of public convenience)
and necessity.)

Application No. 2505

BY THE COMMISSION.

FIRST SUPPLEMENTAL OPINION

In Decision Number 3745, dated October 2, 1916
this Commission authorized Riverside County Gas and Power Com-
pany to execute a mortgage of its property subject to the ap-
proval by this Commission of its mortgage or deed of trust.

On October 27, 1916, applicant filed for the
approval of this Commission a mortgage or deed of trust to
Union Trust and Savings Bank of Pasadena, trustee, which has
been attached to the application herein and marked Exhibit "V".
This deed of trust provides for an issue of \$100,000.00 face
value of first mortgage twenty year serial gold bonds, dated
September 1, 1916 and maturing as follows:-

\$ 1,000.00	...	September 1, 1921.
1,000.00	...	September 1, 1922
1,000.00	...	September 1, 1923
1,000.00	...	September 1, 1924
1,000.00	...	September 1, 1925.
1,500.00	...	September 1, 1926
1,500.00	...	September 1, 1927
1,500.00	...	September 1, 1928
1,500.00	...	September 1, 1929
1,500.00	...	September 1, 1930
2,000.00	...	September 1, 1931
2,000.00	...	September 1, 1932
2,000.00	...	September 1, 1933
2,000.00	...	September 1, 1934
2,000.00	...	September 1, 1935
77,500.00	...	September 1, 1936

Bonds issued under this deed of trust are to be of the denominations of \$1,000; \$500, and \$100. It is provided that \$30,000. face value of bonds shall bear interest at 6 per cent per annum and the balance at a rate not in excess of 6 per cent per annum.

As a sinking fund to retire the bonds falling due September 1, 1936 the company is obligated to pay the trustee on June 1 and December 1 in each of the years from 1921 to 1936 inclusive an amount of cash equal to 2 per cent of the aggregate par value of all of the bonds due September 1, 1936 which shall be issued and outstanding. One-half or more of the sinking fund payments may be used to redeem outstanding bonds and the remainder may be expended for additions and betterments. Bonds are callable at 105 and accrued interest on and after September 1, 1918.

In the events of default, as the same are defined in the trust indenture, the holders of 25 per cent in amount of the outstanding bonds may require the Trustee to declare the principal of the bonds due and payable, to enter upon the property, to sell the property or to institute proceedings at law or in equity. The holders of a majority in amount of the outstanding bonds may waive any default except default in payment of the principal of the bonds at maturity.

To secure the payment of the bonds the company mortgages all property now owned or hereafter acquired.

After a consideration of the mortgage or deed of trust submitted by applicant it appears that the same is in proper form and may be approved, subject however, to the terms of the following order:-

SECOND SUPPLEMENTAL ORDER

RIVERSIDE COUNTY GAS AND POWER COMPANY having applied to this Commission for authority to execute a mortgage or deed of trust upon its properties as hereinbefore set forth and it appearing to this Commission that applicant's request is reasonable and should be granted;

IT IS HEREBY ORDERED that Riverside County Gas and Power Company be and it is hereby authorized to execute a mortgage or deed of trust upon its properties substantially of the same form and tenor as the mortgage or deed of trust filed with this Commission on October 27, 1916 and marked Exhibit "W".

The approval herein given of said mortgage is for the purpose of this proceeding only and is an approval in so far as this Commission has jurisdiction under the terms of the Public Utilities Act and is not intended as an approval of said mortgage as to any other legal requirements to which said mortgage may be subject.

Dated at San Francisco, California, this 17th day of November, 1916.

W. H. Overland
W. E. Gordon

Frank R. DeJohn
Commissioners.