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ORIGINAL

Decision No. 4623

Decision No. _____.

BEFORE THE RAILROAD COMMISSION OF
THE STATE OF CALIFORNIA.

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In the Matter of the Application of)
OAKLAND, ANTIOCH AND EASTERN RAILWAY) Application No. 2915.
to issue certain notes.)

In the Matter of the Application of)
OAKLAND, ANTIOCH AND EASTERN RAILWAY) Application No. 3107.
to issue certain notes.)

Jesse H. Steinhart for applicant.

EDGERTON, Commissioner.

O P I N I O N .

The above entitled applications were consolidated
for hearing and decision.

Applicant asks authority to issue notes for a term
of one year or less for the purpose of renewing the following
notes:

P a y e e	Date of Issue	Term of Note	Int.	Face Amount
Union Trust Company of San Francisco	Sept. 16, 1913	1 day	6	\$100,000.00
Union Trust Company of San Francisco	Sept. 29, 1913	1 day	6	100,000.00
Union Trust Company of San Francisco	Oct. 31, 1913	1 day	6	40,000.00
J.G. White Engineering Corporation	Jan. 26, 1917	6 months	6	7,125.00
J.G. White Engineering Corporation	April 26, 1916	1 year	6	7,125.00
J.G. White Engineering Corporation	April 26, 1916	1 year	6	4,423.35
United States Steel Products Company	Nov. 28, 1916	90 days	6	44,180.00
Anglo & London Paris National Bank	May 7, 1915	1 day	7	33,000.00
Anglo & London Paris National Bank	May 7, 1915	1 day	7	60,000.00
California National Bank of Sacramento	March 18, 1914	1 day	7	40,000.00
Total,				\$435,853.35

The testimony shows that the notes payable to the J.G. White Engineering Corporation are unsecured. The payment of the notes to Union Trust Company of San Francisco is secured by 400 Oakland, Anti-States ooh and Eastern Railway bonds; United/Steel Products Company note by 75 bonds; Anglo & London Paris National Bank notes by 155 bonds, and the California National bank note by 86 bonds. Applicant desires authority to pledge bonds in the same amounts as are now pledged to secure the payment of the foregoing notes.

The issue of all of the notes, except those payable to the Union Trust Company of San Francisco, and the issue and pledge of the bonds, has heretofore been authorized by the Commission.

The evidence in this proceeding shows that the proceeds of the notes payable to the Union Trust Company of San Francisco have been expended for capital purposes.

It appears that the granting of this application merely

maintains the status quo of applicant.

I herewith submit the following form of order.

O R D E R.

OAKLAND, ANTIOCH AND EASTERN RAILWAY having applied to this Commission for authority to issue notes in the sum of \$435,853.35, and to pledge bonds as collateral to secure the payment of said notes set forth in the foregoing opinion,

And a hearing having been held and it appearing that the money, property or labor to be procured by the issue of notes is reasonably required for the purpose or purposes specified in the order, and that such purpose or purposes are not in whole or in part reasonably chargeable to operating expenses, or to income,

IT IS HEREBY ORDERED that OAKLAND, ANTIOCH AND EASTERN RAILWAY be, and it is hereby, granted authority to issue promissory notes in the following amounts at the following rates of interest and to the following payees:

Payees	Date of Issue	Term of Note	Int.	Face Amount
Union Trust Company of San Francisco	Sept. 16, 1913	1 day	6	\$100,000.00
Union Trust Company of San Francisco	Sept. 29, 1913	1 day	6	100,000.00
Union Trust Company of San Francisco	Oct., 31, 1913	1 day	6	40,000.00
J.G. White Engineering Corporation	Jan 26, 1917	6 months	6	7,125.00
J.G. Waite Engineering Corporation	April 26, 1916	1 year	6	7,125.00
J.G. White Engineering Corporation	April 26, 1916	1 year	6	4,423.35
United States Steel Products Company	Nov. 28, 1916	90 days	6	44,180.00
Anglo & London Paris National Bank	May 7, 1915	1 day	7	33,000.00
Anglo & London Paris National Bank	May 7, 1915	1 day	7	60,000.00
California National Bank of Sacramento	March 18, 1914	1 day	7	40,000.00
Total,				\$435,853.35

IT IS HEREBY FURTHER ORDERED that OAKLAND, ANTIOCH AND EASTERN RAILWAY be, and it is hereby, authorized to issue and pledge as collateral 400 of its bonds to secure the payment of notes to be issued to the Union Trust Company of San Francisco; 74 bonds to secure the payment of the note to be issued to the United States Steel Products Company; 155 bonds to secure the payment of notes to be issued to Anglo & London Paris National Bank, and 66 bonds to secure the payment of the note to be issued to California National Bank of Sacramento.

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

1.- The notes hereby authorized to be issued shall be made payable during a period not exceeding one year from the date of the maturity of the notes which are being refunded or renewed. Applicant may issue and re-issue said notes for a term less than one year, provided that the aggregate of said term shall not exceed one year, in any instance, from the date of the maturity of the notes refunded or renewed.

2.- As the principal of the notes hereby authorized is paid off, bonds pledged as collateral shall be released in such an amount so that the face value of the notes shall never be less than approximately 60 per cent. of the bonds pledged as collateral to secure the payment thereof. The bonds thus released shall be returned to applicant's treasury and thereafter issued only upon order of this Commission.

3.- Applicant shall file monthly reports as required by the Railroad Commission's General Order No. 24, said

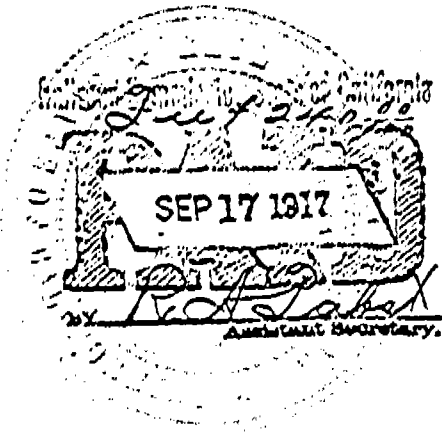
order being made a part of this order, in
so far as the same is applicable.

4.- The authority hereby given to issue notes and bonds shall
become effective only after applicant has paid the
fee specified in Section 57 of the Public Utilities
Act, as amended.

5.- The authority to issue notes and bonds shall apply only to
such bonds as may be issued on or before September
1, 1918.

The foregoing Opinion and Order are hereby approved
and ordered filed as the Opinion and Order of the Railroad Commission
of the State of California.

Dated at San Francisco, California, this 6th day
of September, 1917.



W. H. Overland
Chas. Gordon
Edwin C. Edgerton
Frazer R. Derby

Commissioners.