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Decision No. _____

ORIGINAL

Decision No. 5360

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of the VACAVILLE WATER AND LIGHT)
COMPANY for permission to issue)
a note to The Vacaville Savings)
Bank for \$1,500.00 and execute a) Application No. 3562
mortgage on 7.86 acres of land to)
secure the same.)

W. Z. McBride, for applicant.

BY THE COMMISSION.

O P I N I O N

Vacaville Water and Light Company asks authority to issue a one year 7 per cent note to The Vacaville Savings Bank for the sum of \$1,500.00 and to execute a mortgage on 7.86 acres of land to secure the payment of the note.

A hearing on the above entitled application was held before Examiner Encell at Vacaville on April 19, 1918.

Applicant is engaged in operating public utility water and electric plants at Vacaville and vicinity. In connection with its operations it has found it necessary to borrow \$1,500.00 from The Vacaville Savings Bank to acquire 7.86 acres of land. The testimony shows that applicant's wells are located on this tract of land. Because of being obliged to use its surplus earnings to reconstruct electric lines to conform with

the State Laws, applicant has been unable to repay the loan from The Vacaville Savings Bank.

While applicant asks authority to execute a mortgage to secure the payment of the note, it has not submitted to the Commission a copy of its proposed mortgage. Obviously the Commission cannot make a final order in this proceeding until applicant has furnished the Commission with a copy of its proposed mortgage.

O R D E R

VACAVILLE WATER AND LIGHT COMPANY having applied to the Railroad Commission for authority to issue a \$1,500.00 note and to execute a mortgage, a public hearing having been held, and the Commission being of the opinion that the money to be procured by said issue of note is reasonably required for the purpose specified in the order, which purpose is not in whole or in part reasonably chargeable to operating expenses or to income;

IT IS HEREBY ORDERED that Vacaville Water and Light Company be, and it is hereby, granted authority to issue to The Vacaville Savings Bank a one year 7 per cent note for the sum of \$1,500.00 and to execute a mortgage to secure the payment of said note, subject to the following conditions:-

1.-The authority herein granted shall not become effective until applicant has filed with the Railroad Commission a copy of its proposed mortgage and the Commission has approved the same by a supplemental order herein.

2.-The proceeds obtained from the issue of the note herein authorized shall be used to pay a note of \$1,500.00 due The Vacaville Savings Bank.

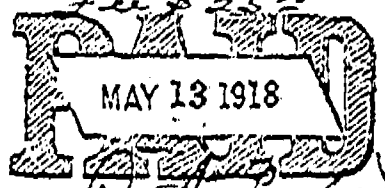
3.--Within ten days after the date of the issue of the note herein authorized, applicant shall report in writing the fact and date of the note, together with the amount, term and payee of said note.

4.--The authority herein granted shall not become effective until applicant has paid the fee prescribed in the Public Utilities Act.

5.--The authority herein granted shall apply only to such note as may be issued and to such mortgage as may be executed on or before August 1, 1918.

Dated at San Francisco, California, this 30th day of April, 1918.

Railroad Commission State of California



BY R. A. [Signature]
Assistant Secretary.

[Signature]
[Signature]
[Signature]

Commissioners.