

MM

Decision No. 5901

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

In the Matter of the Application
of ONTARIO POWER COMPANY for an
order authorizing the issue of
serial gold notes.

Application No. 4173.

EDGERTON, Commissioner.

O P I N I O N

Ontario Power Company asks authority to issue, at par, \$7,000.00 of its 7 per cent serial gold notes.

Applicant reports that because of an increase demand for power for irrigation pumping it has been obliged to build a 10,000 volt power line, approximately 5-1/4 miles in length, at a cost of \$5,435.36; that to care for the increased pumping load it has purchased 10 transformers at a cost of \$4,079.35 and that it has built a transformer house at a cost of \$181.70, making a total expenditure of \$9,696.41.

Under the agreement executed pursuant to the authority granted in Decision Number 5535, dated July 1, 1918, applicant may issue its serial notes in an amount equal to 80 per cent of the cost of permanent improvements and betterments. To reimburse its treasury

in part because of the foregoing expenditures, applicant intends to issue \$7,000.00 of its serial notes.

I herewith submit the following form of Order:

O R D E R

ONTARIO POWER COMPANY having filed with the Railroad Commission an application for authority to issue \$7,000.00 of its 7 per cent serial gold notes, a hearing having been held and the Commission being of the opinion that the money, property or labor to be procured or paid for by such issue is reasonably required for the purpose or purposes specified in the Order and that the expenditures for such purpose or purposes are not in whole or in part reasonably chargeable to operating expenses or to income;

IT IS HEREBY ORDERED that Ontario Power Company be, and it is hereby, granted authority to issue on or before June 30, 1919, at not less than par, \$7,000.00 face value of its 7 per cent serial gold notes for the purpose of reimbursing its treasury and financing in part the acquisition of the properties referred to in the petition herein, provided:-

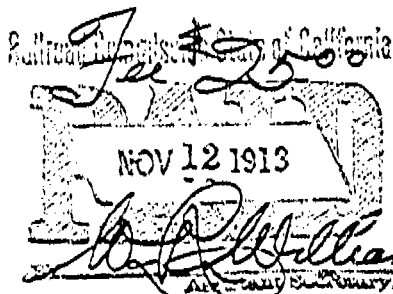
1.-The authority herein granted shall not become effective until Ontario Power Company has paid the fee prescribed in the Public Utilities Act.

2.-Ontario Power Company keep separate, true and accurate accounts showing the receipt and application in detail of the proceeds of the notes herein authorized to be issued, and on or before the twenty-fifth day of each month, until all of the proceeds shall have been disbursed, make verified reports to the Commission

in accordance with the Commission's General Order No. 24,
which order, in so far as applicable, is made a part of this
Order.

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 November, 1918.



Calvin O. Edgerton
H. S. Loveland
Frank R. DeWitt

Commissioners.