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ORIGINAL

Decision No. 6074

BEFORE THE RAILROAD COMMISSION OF THE  
STATE OF CALIFORNIA.

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In the Matter of the Application of )  
HAINES CANYON WATER COMPANY )  
for an order authorizing the issue )  
first mortgage notes secured by a )  
lien on certain property of the pub- )  
lic utility. )

Application Number 4291.

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M.V. Hartranft, for applicant.

LOVELAND, Commissioner.

O P I N I O N.

HAINES CANYON WATER COMPANY asks authority to issue mortgage notes for a period of three years or less in the total amount of not exceeding \$7,500.00.

The property which applicant intends to mortgage is described in the petition herein and is the same property which the Railroad Commission authorized it to acquire, Decision Number 5887, dated November 1, 1918, from Western Empire Suburban Farms Association in exchange for \$100,000 of stock. The record shows that applicant's property is unencumbered.

Applicant reports that it is necessary for it to line and roof its upper reservoir, extend its tunnel and install a pitless pump. The estimated cost of these improvements is reported at \$6,250.00. M.V. Hartranft is of the opinion that the company, for the purpose of meeting contingencies, such as increased costs, and ~~assuring~~ <sup>assuring</sup> the completion of the improvements, should at this time provide for a loan of \$7,500.00. The order herein will provide

that any part of the moneys not necessary to pay for the improvements shall be expended only for such purposes as the Railroad Commission may authorize in a supplemental order or orders.

Applicant has not submitted to the Commission for approval a copy of its proposed mortgage. It reports, however, that this will be of the standard form. Obviously, the Commission cannot make a final order in this proceeding until there has been submitted to it for approval a form of the mortgage.

I herewith submit the following form of Order.

O R D E R.

HAINES CANYON WATER COMPANY having applied to the Railroad Commission for authority to issue notes and execute a mortgage, a public hearing having been held and the Commission being of the opinion that this application should be granted, subject to the conditions of this order,

IT IS HEREBY ORDERED that HAINES CANYON WATER COMPANY be, and it is hereby, granted authority to issue, at not less than par, notes in the principal sum of not exceeding \$7,500.00, payable within three years or less, and bearing interest at not exceeding 7 per cent per annum, and to mortgage all or a part of its public utility water plant to secure the payment of such notes, upon the following conditions:

(1).-- The authority herein granted to issue notes shall not become effective until the Railroad Commission has approved the mortgage securing the payment of the notes.

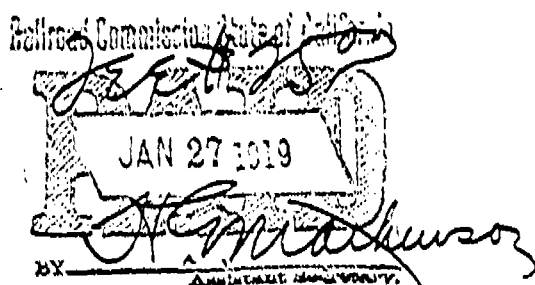
(2).-- Proceeds in the amount of not exceeding \$6,250 shall be expended for the following purposes:

Lining and roofing upper reservoir approximately	\$ 750.00
Tunnel extension approximately,.....	3,000.00
Pitless Pump and installation approximately,....	2,500.00
	<u>\$6,250.00</u>

- (3).-- The remainder of the proceeds shall be expended only for such purposes as the Railroad Commission may hereafter authorize in a supplemental order or orders.
- (4).-- On or before the twenty-fifth day of each month, Eaines Canyon Water Company shall make verified reports in such form and detail as is required by the Commission's General Order Number 24, which order, in so far as applicable, is made a part of this order.
- (5).-- The authority herein granted shall not become effective until applicant has paid the fee prescribed by the Public Utilities Act.
- (6).-- The authority herein granted shall apply only to such notes as may be issued, and to such mortgage as may be executed, on or before May 1, 1919.

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 20th day of January, 1919.



[Signature]  
[Signature]  
[Signature]  
[Signature]  
 Commissioners.