

Decision No. 6197.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

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In the Matter of the Application of)
 LASSEN ELECTRIC COMPANY,)
 a corporation, for an order autho-)
 rizing the issue of a note for)
 \$8,500, and the execution of a)
 mortgage.)

Application Number 4432.

MARTIN, Commissioner.

O P I N I O N

LASSEN ELECTRIC COMPANY asks authority to issue a one-day 7 per cent note to Bank of Lassen County for the sum of \$8,500, and execute a mortgage to secure the payment of the note.

Pursuant to the authority granted in Decision No. 2215, dated March 12, 1915, (Vol. 6, Opinions and Orders of the Railroad Commission of California, pg. 352) applicant reports that on March 14, 1915, it issued to Bank of Lassen County its one-day 7 per cent note for \$9,500. It has paid \$1,000 on account, leaving a balance of \$8,500 due. The bank is willing to accept a new note for the \$8,500.

On December 31, 1918, applicant reported a total indebtedness of \$21,606.62. Applicant's annual report shows that its earnings in 1918, available to pay interest, were more than twice the interest charges on its indebtedness.

Attached to the petition herein is a copy of applicant's proposed mortgage. The mortgage is of the usual form and covers all of the applicant's property now owned or hereafter acquired.

I herewith submit the following form of Order.

O R D E R

LASSEN ELECTRIC COMPANY having applied to the Railroad Commission for authority to issue a note and execute a mortgage, a public hearing having been held and the Commission being of the opinion that the money to be procured by the issue of the note herein authorized is reasonably required for the purpose specified, and that the expenditures for such purpose are not reasonably chargeable to operating expenses or to income,

IT IS HEREBY ORDERED, that LASSEN ELECTRIC COMPANY be, and it is hereby, granted authority to issue its one-day 7 per cent note for the principal sum of \$8,500.00, and execute mortgage, substantially in the same form as the mortgage attached to the petition herein, for the purpose of securing the payment of said note.

The authority herein granted is upon the following conditions and none other:

- (1).-- The note herein authorized shall be issued for the purpose of refunding the balance, \$8,500, due on the note issued on March 14, 1915, to Bank of Lassen County.
- (2) The approval herein given of said mortgage is for the purpose of this proceeding only, and 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 such other legal requirements to which said mortgage may be subject.
- (3).-- Applicant shall report to the Commission within 60 days after the date hereof, that the note herein authorized has been issued, and that the note to be refunded has been cancelled.

(4).-- The authority herein granted shall apply only to such note as may be issued, and to such mortgage as may be executed within 60 days after the date hereof.

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 15th day of March, 1919.

Edwin O. Edgerton
Frank R. Stevens
Irvine Martin

Commissioners.