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Decision No. 6809.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

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In the Matter of the Application of )  
SAN FRANCISCO-OAKLAND TERMINAL RAILWAYS )  
for authority to issue promissory notes )  
to refund notes heretofore authorized )  
by the Commission, and to pledge its )  
general lien mortgage bonds to secure )  
the payment of said notes. )

Application No. 4442.

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W.H. Smith, for applicant.

LOVELAND, Commissioner.

O P I N I O N.

San Francisco-Oakland Terminal Railways asks permission to issue its demand notes in the amount of \$169,520.00 and pledge \$257,000.00 face value of its general lien mortgage bonds to secure the payment of the notes.

In Decision No. 4950, dated December 13, 1917, (Vol. 14, Opinions and Orders of the Railroad Commission of California, pg. 712) the Railroad Commission authorized applicant to issue \$218,459.64 face value of notes to various banks and to secure the payment of the notes by the deposit of \$337,000.00 face value of its general lien mortgage bonds. Applicant reports that it has paid \$48,939.64 of the notes and that \$80,000 face value of the bonds have been returned to its treasury, leaving \$169,520 of notes secured by \$257,000 of bonds outstanding.

Reference is here made to the Commission's previous decisions under which notes and bonds have been issued.

It is, of course, understood that nothing herein contained commits the Commission directly or indirectly to a favorable determination of either Application No. 990 or No. 1152.

I herewith submit the following form of Order.

O R D E R.

SAN FRANCISCO-OAKLAND TERMINAL RAILWAYS having made application to the Railroad Commission for permission to issue its 6 per cent demand notes in the sum of \$169,520.00 and to pledge its general lien mortgage bonds in the face value of \$257,000.00 and a public hearing having been held,

IT IS HEREBY ORDERED that SAN FRANCISCO-OAKLAND TERMINAL RAILWAYS be, and it is hereby, given authority to issue its 6 per cent demand notes in the sum of not exceeding \$169,520.00, and to issue and pledge to secure the payment of said notes \$257,000.00 face value of its general lien mortgage bonds, said notes to be issued for the purpose of renewing or refunding the notes referred to in the petition herein.

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

- 1.--- The notes herein authorized to be issued shall be issued only to the payees specified in the petition, who shall agree to hold said notes until the notes are paid, or refunded, pursuant to an order of the Railroad Commission.
- 2.--- As payments are made from time to time on the notes herein authorized, bonds issued as collateral thereon shall be returned to applicant's treasury in the approximate amount of \$1,000. of bonds for \$666.66 of payments on any notes, which bonds shall not thereafter be again issued without the approval of the Railroad Commission.
- 3.--- Applicant shall keep such record of the issue of the notes and bonds herein authorized as will enable it to file on or before the twenty-fifth day of each month a verified report as required by the Railroad Commission's General Order Number 24, which order, in so far as applicable, is made a part of this order.

4.-- The authority herein granted shall apply only to such notes and to such bonds as shall have been issued within ninety 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 28<sup>th</sup> day of October, 1919.

Edwin O. Edgerton  
A. D. Loveland  
Frank R. Denny  
H. B. Bondige

Commissioners.