

HS

Decision No. 7219.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

---oOo---

In the Matter of the Reorganization of)
 NORTHERN ELECTRIC RAILWAY COMPANY, a)
 corporation, NORTHERN ELECTRIC COMPANY,)
 a corporation, NORTHERN ELECTRIC RAILWAY)
 COMPANY-MARYSVILLE AND COLUSA BRANCH, a)
 corporation, and SACRAMENTO AND WOODLAND)
 RAILROAD COMPANY, a corporation, and of)
 the application for authority to transfer)
 the properties of the last-mentioned cor-)
 porations to a new corporation, and for)
 permission to issue stock and bonds of)
 the said new corporation.)

Application
Number
1933.

BY THE COMMISSION:

EIGHTH SUPPLEMENTAL ORDER.

WHEREAS, the Railroad Commission by Decision Number 5432, dated May 25, 1918, authorized the company purchasing the properties of NORTHERN ELECTRIC RAILWAY COMPANY, NORTHERN ELECTRIC COMPANY, SACRAMENTO AND WOODLAND RAILROAD COMPANY, NORTHERN ELECTRIC RAILWAY COMPANY-MARYSVILLE AND COLUSA BRANCH and SACRAMENTO TERMINAL COMPANY, among other things, to issue in payment for said properties, and for such other purposes as the Railroad Commission may authorize, 5 per cent 20-year bonds in an amount not to exceed \$5,500,000.00 and capital stock in an amount not to exceed \$5,200,000.00; and

WHEREAS, Sacramento Northern Railroad has acquired the properties of Northern Electric Railway Company, et al., and issued stock, bonds and participation certificates in payment therefor, said participation certificates being less than \$100.00 face value; and

WHEREAS, holders of participation certificates have requested Sacramento Northern Railroad to issue bonds to them provided they deliver to the company the participation certificates and pay the dif-

ference between the face amount of the bond issued by the company and the face amount of the certificate in cash; and

WHEREAS, Sacramento Northern Railroad estimates that the maximum amount of bonds which it will be required to issue to convert all participation certificates into bonds will consist of \$33,919.04 of Class "A" bonds, \$23,288.24 of Class "B" bonds, \$13,416.00 of Class "C" bonds and \$13,416.00 of Class "D" bonds, and the Commission being of the opinion that the request of the Sacramento Northern Railroad should be granted:

NOW, THEREFORE, IT IS HEREBY ORDERED that SACRAMENTO NORTHERN RAILROAD be, and it is hereby, authorized to issue, at not less than par, \$33,919.04 of Class "A" bonds, \$23,288.24 of Class "B" bonds, \$13,416.00 of Class "C" bonds and \$13,416.00 of Class "D" bonds, for the purpose of converting participation certificates issued under the reorganization plan of Northern Electric Railway Company, et al., into bonds of Sacramento Northern Railroad;

PROVIDED, that none of said bonds be issued until the holders of said participation certificates have paid in cash to the Sacramento Northern Railroad the difference between the face amount of said participation certificates and the face amount of bonds which Sacramento Northern Railroad is asked to issue in exchange therefor; and

PROVIDED FURTHER, that Sacramento Northern Railroad will use all moneys obtained through the issue of the bonds herein authorized to pay for extensions, additions and betterments to its properties; and

PROVIDED FURTHER, that Sacramento Northern Railroad will keep such record of the issue of the bonds herein authorized and of the disposition of the proceeds 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.

Dated at San Francisco, California, this 8th
day of March, 1920.

Edwin C. Edgerton
A. H. Loveland
Frank R. Allen
H. F. Boudier
Irvine Martin
Commissioners.