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Decision No. 8930-

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

In the Matter of the Application of the
UKIAH WATER AND IMPROVEMENT COMPANY, a
corporation, for authority to refund
indebtedness.

) Application Number 6376.

Sullivan & Sullivan
and
Theo. J. Roche,
by George D. Squires, for Applicant.

LOVELAND, COMMISSIONER.

O P I N I O N.

UKIAH WATER AND IMPROVEMENT COMPANY asks permission to issue notes in the aggregate face value of \$40,000.00 payable in two years or less and bearing interest at not exceeding 8% per annum to pay or refund the following notes;-

Date of Issue	Date Due	Holder of Note	Rate	Amount
Jan. 1, 1918	Jan. 1, 1919	First Nat'l Bank of Ukiah	6%	\$ 5,000.
Apr. 1, 1916	Apr. 1, 1917	Avery Brush	6	5,000.
Oct. 15, 1917	Oct. 15, 1918	1st Nat'l Bank of Geyserville	6%	2,000.0
Nov. 1, 1917	Jan. 1, 1919	Exchange Bank of S. Rosa	6%	4,000.
Nov. 1, 1917	Jan. 1, 1919	Exchange Bk of S. Rosa	6%	5,000.
Nov. 1, 1917	Nov. 1, 1918	1st Nat'l Bank of S.F.	6%	8,000.
Jan. 1, 1918	July 1, 1918	Savings Bank of S. Rosa	6%	10,000.
July 1, 1918	July 1, 1919	1st Nat'l Bank of Cloverdale	6%	1,000.
		TOTAL.....		\$40,000.

The record shows that the indebtedness represented by the notes it is proposed to refund was originally incurred in the construction of additions and betterments to applicant's property.

Edward J. Barry, applicant's president, was unable to advise the Commission whether the holders of the notes are willing to accept new notes of applicant in payment for the notes they now own. Applicant has agreed to file with the Commission a statement showing the source from which it may secure any moneys and the amount it may need to pay notes which the owners refuse to renew. The order herein contains a condition requiring the filing of such a statement.

Applicant reported its assets and liabilities on December 31, 1920, as follows:-

A S S E T S

Fixed Capital	\$98,617.38
Cash	892.80
Accounts receivable	<u>368.38</u>
TOTAL ASSETS	<u>\$99,878.56</u>

L I A B I L I T I E S

Capital stock	\$50,000.00
Notes payable	40,000.00
Reserve for accrued depreciation	3,500.00
Income invested in fixed capital	3,806.38
Corporate surplus unappropriated	<u>2,572.18</u>
TOTAL LIABILITIES	<u>\$99,878.56.</u>

I herewith submit the following form of order:-

O R D E R

UKIAH WATER AND IMPROVEMENT COMPANY, having applied to the Railroad Commission for permission to issue notes, a public hearing having been held, and the Railroad 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 specified herein and that the expenditures for such purpose are not in whole or in part reasonably chargeable to operating expense or to income,

IT IS HEREBY ORDERED that Ukiah Water and Improvement Company be, and it is hereby, authorized to issue \$40,000.00 face value of its promissory notes bearing interest at not exceeding 8% per annum and payable not more than two years after date of issue, for the purpose of paying or renewing the outstanding notes referred to in this decision.

The authority herein granted is upon the following conditions:-

1. Applicant shall file with the Railroad Commission a statement showing what portion, if any, of the notes referred to in this application, it is required to pay in cash, and the source from which the cash necessary to pay the notes has been secured.
2. Applicant may, if it so desires, issue the notes for a term of less than two years and renew said notes from time to time, provided that the combined terms of the notes herein authorized and the notes issued in renewal thereof, shall not exceed two years from the date of issue of the original notes.
3. Ukiah Water and Improvement Company shall keep such record of the issue of the notes herein authorized and of the disposition of the proceeds as will enable it to file on or before the 25th day of each month a verified report, as required by the Railroad Commission's General Order No. 24, which order in so far as applicable, is made a part of this order.
4. The authority herein granted will not become effective until applicant has paid the fee prescribed in the Public Utilities

Act and will apply only to such notes as may be issued on or before December 30, 1921.

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 May, 1921.

H. H. Loveland

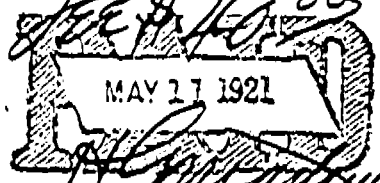
H. H. Brundage

J. W. Martin

D. C. Benedict

Commissioners

Railroad Commission State of California



[Signature]
BY _____