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ORIGINAL

Decision No. 9190.

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA.

In the Matter of the Application of)
THE CALIFORNIA OREGON POWER COMPANY,)
a corporation, for an order of the)
Railroad Commission of the State of)
California, authorizing the issuance)
of bonds, the execution of a Mortgage)
or Deed of Trust to secure the same,)
and the execution and delivery of)
Temporary Certificates to be there-)
after exchanged for said bonds.)

Application
Number
6574

BY THE COMMISSION:

FIRST SUPPLEMENTAL ORDER

WHEREAS, the Railroad Commission by Decision No. 8731, dated March 10, 1921, authorized THE CALIFORNIA OREGON POWER COMPANY to issue and sell, at not less than 95 per cent of face value plus accrued interest, \$1,849,000.00 of interim certificates and to issue in exchange for such interim certificates, \$1,849,000.00 of first and refunding mortgage sinking fund 7½ per cent gold bonds, subject among others, to the condition that,--

NONE of the \$1,849,000.00 of bonds shall be issued and delivered until the Commission by supplemental order has authorized the execution of a mortgage or trust deed securing the payment of said bonds. Pending the delivery of said bonds, all moneys received from the sale of the interim certificates or from the sale of bonds, shall be deposited with a trustee or trustees under a proper escrow agreement, and after being released, expended only for such purposes as the Commission may authorize in a supplemental order or orders.

and

WHEREAS, a revised copy of the proposed mortgage or deed of

trust securing the payment of an authorized issue of \$10,000,000.00 of first and refunding mortgage sinking fund gold bonds was filed with the Railroad Commission by The California Oregon Power Company on June 28, 1921; and

WHEREAS, THE CALIFORNIA OREGON POWER COMPANY, in its supplemental application, filed in the above entitled matter on June 27, 1921, asks the Railroad Commission for an order authorizing it to execute its proposed mortgage or deed of trust and to use the proceeds from the sale of the bonds (or interim certificates) to pay floating indebtedness, construction expenditures and reorganization expenses, referred to in Decision No. 8731, and in the supplemental application herein; and

WHEREAS, it appears to the Railroad Commission that applicant should be permitted to use \$824,900.00 of the proceeds to pay the floating indebtedness assumed by applicant in connection with the acquisition of the business, property and assets of California-Oregon Power Company and that the remainder of the proceeds should be deposited in a special fund and expended only as authorized by the Railroad Commission in supplemental order or orders upon the filing by applicant of detailed statements of its construction expenditures and reorganization expenses,

AND THE COMMISSION having considered the terms and conditions of the proposed mortgage or deed of trust and being of the opinion that applicant should be permitted to execute a mortgage or deed of trust substantially in the same form as that heretofore filed with the Commission and referred to herein, and that the expenditures herein authorized are not in whole or in part reasonably chargeable to operating expenses or to income;

NOW, THEREFORE, IT IS HEREBY ORDERED, that THE CALIFORNIA OREGON POWER COMPANY be, and it is hereby, authorized to execute a mortgage or deed of trust substantially in the same form as the revised

copy filed with the Commission in this proceeding on June 28, 1921;

PROVIDED, that the authority herein granted to execute a mortgage or deed of trust is for the purpose of this proceeding only, and is granted 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 or deed of trust as to such other legal requirements to which said mortgage or deed of trust may be subject.

IT IS HEREBY FURTHER ORDERED, that THE CALIFORNIA OREGON POWER COMPANY be, and it is hereby, authorized to use \$824,900.00 of the proceeds obtained from the sale of bonds (or interim certificates) authorized to be issued by Decision No. 8731, dated March 10, 1921, to pay the floating indebtedness referred to in said Decision No. 8731, and in the supplemental application herein.

IT IS HEREBY FURTHER ORDERED, that the order in Decision No. 8731, dated March 10, 1921, shall remain in full force and effect, except as modified by this First Supplemental Order.

DATED at San Francisco, California, this 20th day of June, 1921.

H. B. Brundage
H. D. ...

[Signature]
[Signature]
Commissioners

FEES PAID ON ORIGINAL APPLICATION
No. 6574 ... 8731
Dated Mar. 21
J. G. Madison
Secretary,
Public Utilities Commission State of California