

IM

Decision No. 2287

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of)
GREAT WESTERN POWER COMPANY OF CALI-)
FORNIA for an order authorizing the)
sale of \$1,500,000. of general mort-)
gage bonds and the hypothecation of)
\$1,500,000. of first and refunding)
bonds.)

ORIGINAL

Application Number 6238.

Guy C. Earl and Chaffee E. Hall,
By Chaffee E. Hall, for Applicant.

LOVELAND, COMMISSIONER.

SECOND SUPPLEMENTAL ORDER.

WHEREAS, the Railroad Commission by Decision Number 8364, dated November 26, 1920, as amended, authorized Great Western Power Company of California to issue and sell at not less than 94% of face value, plus accrued interest, \$1,500,000. of general mortgage convertible 8% gold bonds; and

WHEREAS, applicant's general mortgage securing the payment of said \$1,500,000. of general mortgage bonds provides, among other things, that applicant, as rapidly as it can do so under the terms of its first and refunding mortgage, shall deposit with the trustee under said general mortgage, such an amount of its 7% Series B first and refunding mortgage bonds as will equal in face value the general mortgage bonds issued and outstanding; and

WHEREAS, applicant reports in its first supplemental petition in the above entitled matter that it is entitled under the terms of its first and refunding mortgage, to issue \$1,500,000. of its said Series B bonds; and

WHEREAS, applicant asks permission to issue and deposit such Series B bonds with the trustee under the general mortgage, as security for the \$1,500,000. of general mortgage bonds heretofore authorized to be issued, and subsequently to exchange them for such general mortgage bonds or to sell them and use the proceeds to redeem such general mortgage bonds;

AND, a public hearing having been held and it appearing from the testimony of L. A. Reynolds, applicant's auditor and assistant treasurer, that applicant is at this time entitled to issue \$1,500,000. of its Series B first and refunding mortgage bonds;

NOW, THEREFORE, IT IS HEREBY ORDERED that Great Western Power Company of California be, and it is hereby, authorized to issue \$1,500,000. of its Series B first and refunding mortgage bonds and to pledge them with the trustee under its general mortgage as security for the \$1,500,000. of general mortgage bonds heretofore authorized to be issued by Decision Number 8364, dated November 26, 1920, as amended.

IT IS HEREBY FURTHER ORDERED that Great Western Power Company of California be, and it is hereby, authorized to sell or to exchange said \$1,500,000. of Series B bonds herein authorized, for a like amount of general mortgage bonds, upon the following conditions:-

1. The bonds herein authorized, or any part thereof, may be sold for cash at par and the proceeds used to purchase a like amount of general mortgage bonds at 105 and accrued interest, when, and as, said general mortgage bonds are called for redemption, applicant paying the premium of 5%, with moneys derived otherwise than from the sale of Series B bonds.

2. The bonds herein authorized, or any part thereof, may be exchanged for a like amount of general mortgage bonds when, and as, said general mortgage bonds are called for redemption on the basis of 105 and accrued interest, for general mortgage bonds at par and accrued interest, applicant paying the premium of 5% in cash.
3. On demand of the holders of general mortgage bonds at any time after Series B bonds shall have been pledged to the full par value of the general mortgage bonds outstanding, the bonds herein authorized, or any part thereof, may be exchanged for general mortgage bonds on the basis of 102½ and accrued interest, for general mortgage bonds at par and accrued interest, applicant paying the premium of 2½% in cash.
4. Applicant shall keep such record of the issue, pledge and exchange of the bonds herein authorized 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.

The foregoing Second Supplemental Order is hereby approved and ordered filed as the Second Supplemental Order of the Railroad Commission of the State of California.

Dated at San Francisco, California, this 30th day of July, 1921.

FEE PAID ON ORIGINAL APPLICATION

No. 6238 Decision No. 8364

Dated 26th day of Nov. 1920

L. M. Matheson

Assistant Secretary,
Railroad Commission State of California

H. B. ...
...
...

Commissioners.