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Decision No. 9629.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA

In the Matter of the Application of)
R.B. YOUNG, doing business as the)
GRIZZLY ELECTRIC COMPANY for per-)
mission to issue a note and secure)
the same by mortgage on all property)
of the Grizzly Electric Company of)
Portola, Plumas County, California.)

Application No. 7199.

BENEDICT, Commissioner.

O P I N I O N.

R.B. YOUNG, doing business under the name of GRIZZLY ELECTRIC COMPANY, asks permission to issue a \$2,000.00 1-year note bearing interest at not exceeding 8 per cent. per annum; to use the moneys obtained through the issue of the note to refund indebtedness and purchase and install a new generator, and to execute a mortgage to secure the payment of the note.

R.B. Young is engaged in the generation and distribution of electrical energy at Portola, Plumas County. In Decision No. 3952, dated December 26, 1916, (Vol. 12, Opinions and Orders of the Railroad Commission of California, pg. 111) it appears that the gas and electric division of the Commission's engineering department found the historical reproduction cost new of the electrical properties of R.B. Young to be \$6,000.00. He now reports the investment in the properties at about \$10,000.00. His indebtedness is reported at \$1,000.00. Approximately 120 consumers are being served by the electrical system owned and operated by R.B. Young.

By Decision No. 5186, dated March 7, 1918, (Vol. 15, Opinions and Orders of the Railroad Commission of California, pg. 327) the Commission authorized R.B. Young to execute a deed of trust to

secure the payment of a \$2,000.00 90-day note. On this note there is still due the sum of \$1,000.00. To refund this indebtedness and to secure additional funds to acquire and install a new generator, applicant asks permission to borrow \$2,000.00. Arrangements appear to have been made by R.S.Young to secure the \$2,000.00 from the Plumas County Bank. The payment of the loan is to be secured by a deed of trust covering all of his electrical properties. The deed of trust will be in form similar to the deed of trust executed pursuant to the authority granted in Decision Number 5186.

I herewith submit the following form of order:-

O R D E R

R. B. YOUNG, doing business under the name of GRIZZLY ELECTRIC COMPANY, having applied to the Railroad Commission for permission to issue a \$2,000.00 note and execute a deed of trust, a public hearing having been held and the Commission being of the opinion that this application should be granted;

IT IS HEREBY ORDERED, that R. B. Young, doing business under the name of GRIZZLY ELECTRIC COMPANY, be, and he is hereby, authorized to issue at par a \$2,000.00 1-year note bearing interest at a rate of not exceeding 8 percent. per annum, and to secure the payment of such note by the execution of a deed of trust substantially in the same form as the deed of trust authorized by Decision Number 5186, provided that the approval herein given of said deed of trust is for the purpose of this proceeding only and an approval in so far as this Commission has jurisdiction under the terms of the Public Utilities Act and is not intended as an approval as to such other legal requirements to which said deed of trust may be subject.

The authority herein granted is subject to further conditions as follows:-

1. Applicant may issue the note herein authorized for a term of less than one year. If the note is issued

for a term of less than one year, applicant may renew the same from time to time provided that the term of the original note and the terms of the notes issued in renewal thereof do not exceed a period of one year.

2.--The moneys realized through the issue of the note herein authorized shall be used by applicant to refund the indebtedness referred to in this application and to pay in part the cost of acquiring and installing the generator referred to in this application.

3.--R.B. Young, doing business under the name of Grizzly Electric Company, shall keep such record of the issue and sale of the note herein authorized and of the disposition of the proceeds as will enable him to file on or before the 25th day of each month a verified report as required by the Railroad Commission 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 ^{minimum} fee prescribed by Section 57 of the Public Utilities Act, which fee is \$25.00.

5.--Applicant shall file within thirty days after its execution a copy of the deed of trust executed to secure the payment of the note herein authorized.

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 21st day of October, 1921.

Fee \$25.00

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H. C. Maitland

H. D. Loveland

Beulah H. Bowell

J. J. ...

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