

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the application)
of Delano-Linns Valley Telephone) Application No. 741.
Company for authority to issue a)
note in the sum of \$700.00.)

A. L. Wilson called on invitation of the
Commission.

GORDON, Commissioner.

O P I N I O N

This is an application involving the authorization of the Commission to issue a corporation note in the sum of Seven Hundred (\$700.00) Dollars to the First National Bank of Delano, California, in lieu of a note previously given to the said bank on September 3, 1913, without the authorization of the Commission.

The note issued on September 3, 1913, was made payable on or before twelve months from date with interest at the rate of 8% per annum, and was given said bank in lieu of a note dated August 14, 1912, and made payable one year after date with interest payable quarterly at 8% per annum.

The applicant company is a small company not thoroughly familiar with the requirements of the Public Utilities Act with reference to transactions of the nature involved, and it is evident that no violation of the Act requiring the approval of the Commission was intended.

An examination of the financial statement submitted by the applicant shows that its total receipts as of January 1, 1913, including certain authorized sales of stock, were \$381.25 and it has paid out for operating expenses (inclusive of interest on the \$700.00 note formerly issued) a total of

\$351.99, leaving a balance on hand as at the date of the report of \$29.26.

It is further apparent that the purpose of this application is not to increase the present indebtedness of the Delano-Linns Valley Telephone Company but to issue a note under the authority of the Commission in the sum of \$700.00 in lieu of a note for the same amount erroneously issued without the prior approval of the Commission. On this showing, the following order is recommended:

O R D E R

Application having been made to this Commission by Delano-Linns Valley Telephone Company for an order authorizing it to issue a note in the sum of \$700.00 in lieu of a note previously issued on September 3, 1913, without the authorization of the Commission in ignorance of the provisions of the Public Utilities Act, and a hearing having been held thereon, and it appearing that the purpose of this application is not to increase the present indebtedness of the Delano-Linns Valley Telephone Company but to issue a note under the authority of the Commission for \$700.00 in lieu of a note for a like amount erroneously issued without the approval of the Commission,

IT IS HEREBY ORDERED that Delano-Linns Valley Telephone Company be and it hereby is granted authority to issue a note in the sum hereinbefore specified, payable on or before twelve months from date with interest at the rate of 8% per annum, in lieu of a note in the same amount issued on September 3, 1913, without the prior authorization of this Commission.

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 30th day
of September, 1913.

John W. Eschmire

Alfred Gordon

Max Thelen

Edwin O. Elyton

Commissioners.

Railroad Commission State of California

[Handwritten signature]
OCT 3 1913
BY *[Handwritten signature]*
Assistant Secretary.