Decision No. 33952

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of: JOHANNA M. GOFF, sole proprietor of SIERRA CITY ELECTRIC LIGHT PLANT for order authorizing issuance of note to THOMAS Y. STURTEVANT and OLETA STURTEVANT, his wife, lendors, and authorizing the assignment, mortgaging and encumbrancing of the plant, system, property and encumbrancing of the plant, system, property and franchise thereof as security therefor.

Application No. 21998

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BY THE COMMISSION:

OPINION AND ORDER

In this application Johanna M. Goff, doing business under the name and style of Sierra City Electric Light Plant, has requested an order authorizing her to issue a promissory note in the principal amount of \$3,000.00 payable five years after date of issue with interest at the rate of 6% per annum, and to secure the payment of such note, execute a deed of trust, a chattel mortgage, en assignment of her franchise and an assignment of lease and water rights.

Applicant is engaged in the business of supplying electric energy to the inhabitants of the Town of Sierra City. It is reported that the electric plant and facilities have fallen into such a state of disrepair as to make mandatory the expenditure of approximately \$3,000.00 to maintain the service and to reconstruct and extend the system. In this connection it is proposed by applicant to change the system from a direct to an alternating current system, to substitute a generator in place of the present Westinghouse direct current generator, with suitable transformers for stepping down the voltage from 2500 volts to 220 and 115 volts, three phase, and to make other improvements and replacements.

The specifications for the proposed construction work, prepared by C. Albert Kulmann, hydraulic engineer, are attached to the application. In general they provide for the erection of a power house and penstock connections between the existing pipe line and the new power house, the installation of a water wheel and an alternating current three phase, sixty cycle generator having an output capacity rating of 37.5 kilovolt-emperes at 80 percent. power factor, and other incidental operating equipment, and the construction of a transmission line, approximately two thousand feet long, and miscellaneous distribution facilities, all as set forth in the specifications.

A copy of the proposed note and of each of the instruments to be executed to secure its payment have been filed in this proceeding. The Commission has considered the matter and is of the opinion that a public hearing is not necessary, that the proposed instruments are in satisfactory form and that the money, property or labor to be procured or paid for is reasonably required by applicant for the purposes specified herein, therefore,

TT TS HEREBY ORDERED that Johanna M. Goff be, and she hereby is, authorized to execute on or before July 31, 1938, for the purpose of securing the payment of the note authorized herein, a deed of trust, a chattel mortgage, an assignment of lease of water rights, and an assignment of franchise, in OT SUBSTRITIBLLY in the same form as those filed in this proceeding, provided that the authority herein granted to execute said four indentures is for the purpose of this proceeding only and is given only insofar as this Commission has jurisdiction under the terms of the Public Utilities Act and is not intended as an approval of said instruments as to such other legal requirements to which they may be subject.

IT IS HEREBY FURTHER ORDERED that Johanna M. Goff be, and she hereby is, authorized to issue on or before July 51, 1938 a promissory note in the principal amount of \$3,000.00 payable five years after date of issue with interest at not exceeding 6% per annum for the purpose of financing the cost of reconstructing and extending and improving her electric plant and facilities as indicated herein and in applicant's petition.

IT IS HEREBY ORDERED as follows:-

- (a) Johanna M. Goff shall keep such record of the issue of the note herein authorized and of the disposition of the proceeds as will enable her to file on or before the 25th day of each month a verified report, as required by the Railroad Commission's Ceneral Order No. 24-A, which order insofar as applicable is made a part of this order.
 - (b) The authority herein granted will become effective when applicant has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is Twenty-five (\$25.00) Dollars.

DATED at San Francisco, California, this 15th day of

June, 1938.

ENLEGAD CO

Commissioners.