

ORIGINAL

Decision No. 55194

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
WASHINGTON WATER AND LIGHT COMPANY)	
for an Order authorizing it (a) to)	
execute a Fourth Supplemental)	
Indenture supplemental to its)	Application No. 39151
Mortgage of Chattels and Real)	
Property dated as of November 15,)	
1949, and (b) to issue amended)	
promissory notes to Pacific)	
Mutual Life Insurance Company.)	
-----)	

OPINION AND ORDER

Washington Water and Light Company has filed this application for authorization to execute a supplemental indenture and to reissue outstanding notes.

Under authorization heretofore granted by the Commission, applicant executed a mortgage, together with certain supplements thereto, and issued to Pacific Mutual Life Insurance Company a promissory note in the principal amount of \$225,000 and a promissory note in the principal amount of \$70,000. Under the terms of the notes, the utility is required to pay, on account of the principal, the sum of \$10,000 a year in each year through 1960 and \$6,000 in each year thereafter.

In order to improve its working capital position through the next three years, applicant has undertaken to make arrangements with the insurance company for a modification of the terms of the two notes so as to provide for principal payments aggregating \$7,500 in each year until final maturity. The

proposed modification will be accomplished by a supplemental indenture dated as of July 1, 1957, and will require the issue of amended notes in exchange for those presently outstanding.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the money, property or labor to be procured or paid for by the issue of the notes herein authorized is reasonably required by applicant for the purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income, and that the application should be granted; therefore,

IT IS HEREBY ORDERED as follows:

1. Washington Water and Light Company may execute a supplemental indenture in, or substantially in, the same form as that filed in this proceeding as Exhibit B and may issue and deliver to Pacific Mutual Life Insurance Company its amended promissory notes in the principal amounts of \$225,000 and \$70,000 to replace the notes previously issued and now outstanding.

2. Washington Water and Light Company shall file with the Commission a report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

3. The authority herein granted will become effective on the date hereof.

Dated at San Francisco, California, this 9th day of JULY, 1957.

[Signature]
President
[Signature]
[Signature]
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Commissioners