

**ORIGINAL**

Decision No. 65350

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application  
of

SUTTER BASIN GROWERS COOPERATIVE,  
a California Corporation,

for an order authorizing it to  
borrow money.

Application No. 45349  
Filed April 17, 1963

O P I N I O N

This is an application for an order authorizing Sutter Basin Growers Cooperative to issue two notes in the total amount of \$310,000.

Applicant is a California corporation engaged in the public utility warehousing business and related activities, with its principal place of business being at Knights Landing. It reports that as of May 31, 1962, its net investment in property, plant and equipment amounted to \$521,311 and that it had financed itself, in part, with a secured note to Berkeley Bank for Cooperatives, which note is now in the amount of \$130,000, and with proprietary capital. It now desires to refinance the existing indebtedness by the issue of a new note in the amount of \$130,000 to be payable in equal annual installments of \$32,500, with interest at the rate of 5% per annum, and to issue a new note to Berkeley

Bank for Cooperatives in the amount of \$180,000, payable in annual installments of \$7,500 on the first day of July of each year for four years, beginning the first day of July, 1964, and \$50,000 on the first day of July for three years, beginning the first day of July, 1968, with interest on the unpaid balance at the rate of 5% per annum.

The proceeds from the additional borrowing will be used by applicant to finance the construction and equipment costs of a concrete and steel bulk grain storage warehouse on property it now owns. We are informed that the proposed addition will provide 17,600 additional square feet of floor space for applicant's operations.

We have reviewed the application and the utility's reported results of operations and are of the opinion, and find, that the application should be granted; that the money, property or labor to be procured or paid for by the issue of the notes herein authorized is reasonably required for the purposes specified herein; and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income. A public hearing is not necessary.

The authorization herein granted is for the issue of notes and is not to be construed as indicative of amounts to be included in future proceedings for the purpose of determining just and reasonable rates.

O R D E R

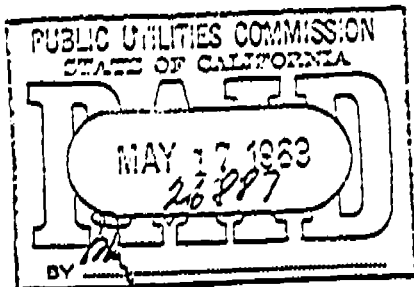
IT IS ORDERED that:

1. Sutter Basin Growers Cooperative, on or after the effective date hereof and on or before September 30, 1963, for the purposes specified in this application, may issue two notes, one in the principal amount of not to exceed \$130,000 and the other in the principal amount of not to exceed \$180,000, which notes shall be in the same form as those filed with the application as Exhibit A and Exhibit B, respectively.

2. Sutter Basin Growers Cooperative, a corporation, 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 shall become effective when Sutter Basin Growers Cooperative has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$310.

Dated at San Francisco, California,  
this 14<sup>th</sup> day of MAY, 1963.



George J. Hoover President  
[Signature]  
Fredrick B. Helms  
[Signature]

Commissioners

Commissioner Everett C. McKee, being necessarily absent, did not participate - 3 - in the disposition of this proceeding.