

**ORIGINAL**

Decision No. 74226

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of )  
 )  
 SOUTH TAHOE GAS CO., a )  
 California corporation, )  
 )  
 for authority to renew )  
 certain promissory notes. )

Application No. 50259  
Filed May 22, 1968

O P I N I O N

This is an application for an order of the Commission authorizing South Tahoe Gas Co. to issue promissory notes in the aggregate principal amount of not exceeding \$75,000.

By Decision No. 72663, dated June 27, 1967, in Application No. 49428, the Commission authorized applicant to issue promissory notes in favor of Bank of America National Trust and Savings Association in the aggregate principal amount of not exceeding \$150,000, and notes refunding such notes, the last of which would be due and payable not later than June 30, 1968. The utility reports that the bank is agreeable to extending such financing arrangement to June 30, 1969, with respect to \$75,000, provided that interest will be at a rate of 3/4 of 1% above the bank's prevailing prime rate.

After consideration the Commission finds that: (1) the proposed notes are for a proper purpose; (2) the money, property or labor to be procured or paid for by the issue of the notes herein authorized is reasonably required for the purpose specified

herein; and (3) such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income. On the basis of these findings we conclude that the application should be granted. A public hearing is not necessary.

The authorization herein granted is for the purpose of this proceeding only and is not to be construed as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

O R D E R

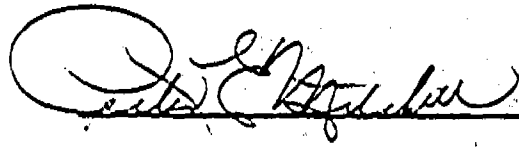
IT IS ORDERED that:

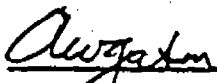
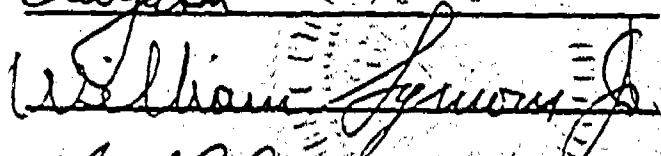
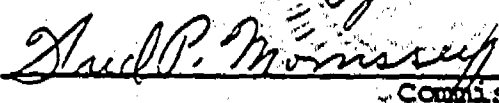
1. South Tahoe Gas Co., for the purpose set forth in this proceeding, may issue a promissory note, or notes, in the aggregate principal amount of not exceeding \$75,000, and notes refunding such notes, the last of which shall be due and payable not later than June 30, 1969. Said notes shall be in the same form, or in substantially the same form, as that attached to the application as Exhibit B, and shall bear interest at not exceeding a rate computed in the manner set forth in the application.

2. South Tahoe Gas Co. shall file with the Commission a report, or reports, as required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

3. The effective date of this order is the date hereof.

Dated at Los Angeles, California,  
this 11<sup>th</sup> day of JUNE, 1968.

  
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President

  
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Commissioners

Commissioner William M. Bennett, being necessarily absent, did not participate in the disposition of this proceeding.