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Decision No. 81724

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)

ANZA ELECTRIC COOPERATIVE, INC.,)
a California corporation,)

) Application No. 54130
) (Filed July 17, 1973)
)

For Authority to Execute Amending)
Loan Contract and a Mortgage Note in)
Favor of the United States of America.)

O P I N I O N

Anza Electric Cooperative, Inc. seeks authority to issue a Rural Electrification Administration Mortgage Note in the principal amount of \$244,000, and to execute and deliver an Amendment to Loan Contract and a Supplemental Mortgage.

Applicant is a California corporation engaged in providing electric service in and around Anza in Riverside County. The utility reports an outstanding balance of \$2,001,775 representing long-term Rural Electrification Administration indebtedness as of December 31, 1972.

The company proposes to execute and deliver an Amendment to Loan Contract and to issue a Rural Electrification Administration note in the amount of \$244,000 to obtain funds for financing the acquisition and installation of facilities for extending service to persons who are not now receiving electric energy. The note would bear interest at the rate of 5% per annum and would be secured by an existing mortgage and a proposed Supplemental Mortgage.

After consideration the Commission finds that:

1. The proposed note issue is for a proper purpose.
2. The proposed documents would not be adverse to the public interest.
3. The money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required for the purpose specified herein, which purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income.

On the basis of the foregoing 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:

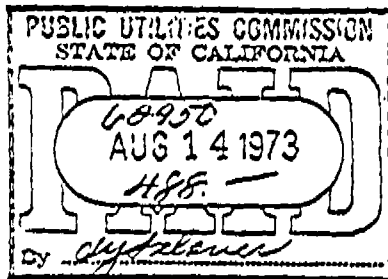
1. Anza Electric Cooperative, Inc. may execute and deliver an Amendment to Loan Contract with the United States of America, acting through the Administrator of the Rural Electrification Administration, and a Supplemental Mortgage, which documents shall be in substantially the same forms as those attached to the application as Exhibits C and E, respectively.

2. Anza Electric Cooperative, Inc., for the purpose specified in this proceeding, may issue its Mortgage Note in the principal amount of not exceeding \$244,000, which note shall be in substantially the same form as that attached to the application as Exhibit D.

3. Anza Electric Cooperative, Inc. 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.

4. This order shall become effective when Anza Electric Cooperative, Inc. has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$482.

Dated at San Francisco, California, this 14th day of August, 1973.



Vernon L. Stinson
President
[Signature]
[Signature]
Commissioners

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

Commissioner D. W. Holmes, being necessarily absent, did not participate in the disposition of this proceeding.