

LSC

Decision No. 84214

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SAN DIEGO GAS & ELECTRIC COMPANY,)
a California corporation, for)
authority to guarantee the promissory)
notes of its wholly owned subsidiary)
in the aggregate principal amount)
of \$5,812,000.)

Application No. 55520
(Filed February 27, 1975)

O P I N I O N

San Diego Gas & Electric Company seeks authority to guarantee \$5,812,000 aggregate principal amount of promissory notes to be issued by Japatul Corporation, which is one of applicant's wholly owned subsidiaries.

The application shows that Japatul Corporation is in the process of acquiring properties suitable for use in conjunction with a nuclear plant site on the Colorado River near Palo Verde, California. In order to acquire a portion of the properties needed for carrying out the program, Japatul Corporation is required to issue 7-1/2% promissory notes in the aggregate principal amount of \$5,812,000 repayable in seven equal annual installments and secured by deeds of trust. Applicant would guarantee said notes.

After consideration the Commission finds that the proposed Guaranty documents would not be adverse to the public interest. On the basis of this finding we conclude that the application should be granted. A public hearing is not necessary.

The action taken herein shall not be construed as an authorization by this Commission for the construction of a nuclear plant.

O R D E R

IT IS ORDERED that San Diego Gas & Electric Company may execute and deliver Guaranty documents in substantially the same forms as Exhibits I, J and K attached to the application.

The effective date of this order is the date hereof.

Dated at San Francisco, California, this 18th day of March, 1975.

Vernon L. Sturges
President

William Lyman J.
~~Sturges~~

Leonard Ross
Commissioners