

ORIGINAL

Decision No. 84691

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SURPRISE VALLEY ELECTRIFICATION)
CORPORATION for the issuance of)
evidence of indebtedness in the form)
of a mortgage note, an Amendment to)
Amending Loan Contract, and)
Supplemental Mortgage to be)
delivered to the United States of)
America.)

Application No. 55736
(Filed June 12, 1975)

O P I N I O N

Surprise Valley Electrification Corp. seeks authority to execute and deliver an Amendment to Amending Loan Contract and a Supplemental Mortgage and Financing Statement, and to issue a Rural Electrification Administration note in the principal amount of \$1,333,000, the proceeds to be used for capital expenditures detailed in Exhibit G attached to the application.

Applicant is a nonprofit corporation engaged in the business of providing electric service to its members in portions of Lassen and Modoc Counties in California, Lake County in Oregon, and Washoe County in Nevada. The utility has financed its investment in utility plant primarily with 2%, 35-year loans obtained through the Rural Electrification Administration pursuant to authority granted by this Commission.

After consideration the Commission finds that:

1. The proposed note is for a proper purpose.
2. 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.

3. The proposed documents would not be adverse to the public interest.

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. Surprise Valley Electrification Corp. may execute and deliver an Amendment to Amending Loan Contract with the United States of America, acting through the Rural Electrification Administration, and a Supplemental Mortgage and Financing Statement, which documents shall be in substantially the same forms as those attached to the application as Exhibits B and C, respectively.

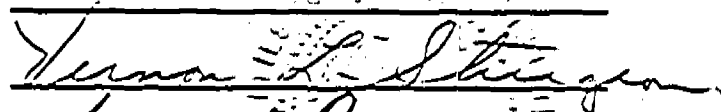
2. Surprise Valley Electrification Corp., for the purpose specified in this proceeding, may issue its Mortgage Note in the principal amount of not exceeding \$1,333,000, which note shall be in substantially the same form as Exhibit A attached to the application.

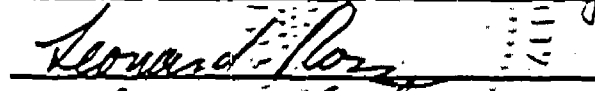
3. Surprise Valley Electrification Corp. shall file with the Commission a report, or reports, as required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

4. This order shall become effective when Surprise Valley Electrification Corp. has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$2,333.

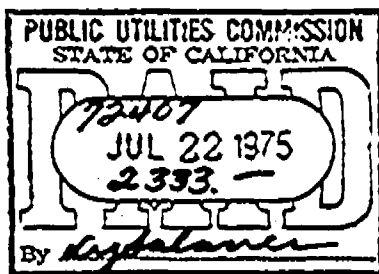
Dated at San Francisco, California, this 22nd day of JULY, 1975.


President






Commissioners



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