

PRESS STATEMENT BY COMMISSIONER HOWARD MORGAN FOR DAILIES
IN THE PACIFIC NORTH WEST STATES

Commissioner Morgan, a resident of Oregon and former Oregon Public Utility Commissioner commented further: "All three of the Pacific Coast Governors, all six of the Senators, and the public utility commissioners of Oregon and Washington are on record against this sort of an intertie, in the absence of legislation protecting the Pacific Northwest against power raids under the preference clause. The Governors and State utility commissioners were informed of this proceeding but did not understand its significance and did not investigate its interstate aspects deeply enough to discover what was involved. The result was that while the Governors remained silent the State utility commissioners actually approved the security issue with no reservations as to the projects involved. The majority of the FPC followed their lead.

"When I discovered that a California intertie was involved I informed the commissioners in the Northwest through Chairman Pearson of the Washington Commission. Mr. Pearson promptly protested and asked the FPC to hold up authorization for the intertie.

"Unfortunately this proved not to be enough to stop the majority of the FPC from acting, and at the time final action was rushed through this morning we still had not heard from anyone in Oregon.

"I shall file a full and vigorous dissent, but I am afraid the Northwest States must now look to Congress for the protection they will shortly need.

"This is already a mess, and it can be a dangerous and expensive mess."

UNITED STATES OF AMERICA FEDERAL POWER COMMISSION

Before Commissioners: Joseph C. Swidler, Chairman; Howard Morgan,
L. J. O'Connor, Jr., and Charles R. Ross

Pacific Power & Light Co.

Docket No. E-7024

ORDER AUTHORIZING THE ISSUANCE OF FIRST MORTGAGE BONDS

(Issued March 28, 1962)

Pacific Power & Light Company (Applicant), a corporation organized under the laws of the State of Maine and doing business in the States of California, Oregon, Washington, Wyoming, Montana and Idaho, with its principal business office at Portland, Oregon, filed an application on February 19, 1962, as supplemented on February 27 and March 8 and 13, 1962, for an order, pursuant to Section 204 of the Federal Power Act, authorizing the issuance of \$35,000,000 principal amount of First Mortgage Bonds, due 1992, to be sold at competitive bidding.

Applicant proposes to issue the Bonds under its Indenture of Mortgage and Deed of Trust, dated as of July 1, 1947, to Guaranty Trust Company of New York (now Morgan Guaranty Trust Company of New York), and Oliver R. Brooks (Wesley L. Baker, successor), as trustees, as heretofore supplemented and as to be further supplemented by a proposed Thirteenth Supplemental Indenture to be dated as of April 1, 1962.

On or about March 29, 1962, Applicant proposes to invite sealed, written bids for the purchase of the Bonds, by newspaper publication and by distribution of a Form of Bid, together with a statement of the terms and conditions relating thereto and a recital of the terms of purchase which will constitute the purchase agreement herein. All bids, whether from a single bidder or from a group of bidders, must be submitted on the Form of Bid provided by the Applicant and each counterpart must be signed by the bidder, or by the representative in the case of a group of bidders. Each bid must be for the purchase of all the Bonds and must specify: the coupon rate, which shall be a multiple of one-eighth of 1 percent; the price exclusive of accrued interest to be paid to Applicant for the Bonds, which price shall be not less than 98½ percent nor more than 102¾ percent of the principal amount thereof; and, that Applicant shall be paid the amount of the accrued interest on the Bonds from April 1, 1962 to the date of