

POWER COMPANY TAXATION SUIT IS COMPROMISED

Nevada - California Com-
pany to Pay \$18,427.40
For '32 and '34

Compromise of the tax suit instituted by the Nevada-California Power company to escape payment of taxes on the Boudler dam power line and sub-station in this state, was announced this morning by District Attorney Roger Foley.

Under the terms of the settlement, the power company pays \$18,427.40 for taxes for the years 1932 to 1934 inclusive, on an assessed valuation of \$200,000.

UNDER THE original assessment, the company would have had to pay \$25,430.98, the compromise resulting in a saving to them of \$7,003.53.

The power company, in its suit to avoid payment of taxes, alleged it was an instrumentality of the federal government and therefore exempt. The action was dismissed by Judge Frank Norcross at the same time similar action was taken in regard to the Six Companies suit.

THE COMPANY appealed to the circuit court of appeals where the action rested at the time of the compromise.

By virtue of the stipulation entered into by opposing counsel, the action before the circuit court was remanded back to the Nevada district court for further proceeding.