

**[ Act No. 1262, November 15, 1904 ]**

**AN ACT GRANTING TO IGNACIO ARNALOT, OF THE  
MUNICIPALITY OF TAYABAS, PROVINCE OF TAYABAS, A  
CONCESSION TO DIVERT CERTAIN WATERS FOR THE PURPOSE  
OF GENERATING ELECTRIC POWER.**

*By authority of the United States, be it enacted by the Philippine Commission, that:*

SECTION 1. There is hereby granted to Ignacio Arnalot, of the municipality of Tayabas, Province of Tayabas, his successors and assigns, the right, privilege, and authority, for a period of twenty-five years from and after the passage of this Act, to divert the waters of the Ibiang Munti and Ibiang Malaqui Rivers, situated between the municipalities of Lucban and Tayabas, in said province, for the purpose of generating electric power and transmitting the same to the factory now owned by said Ignacio Arnalot in the municipality of Tayabas, to construct, operate, and maintain dams, canals, powerhouses, transmission line, and all other appurtenances connected with the utilization of said waters as herein set forth; and to furnish electric power to individuals and corporations and to charge and collect toils, rates, and compensation therefor: *Provided*, That such tolls, rates, and compensation shall always be subject to regulation by Act of the Philippine Commission or the legislative body of the Islands: *Provided further*, That the water utilized for the purposes of this franchise be returned to the river in such manner and place as the Consulting Engineer to the Commission shall direct.

SEC. 2. Said grantee shall file his acceptance of the conditions of this franchise with the Secretary of Commerce and Police within thirty days from the date hereof, and said power plant, and any highway bridges that may become necessary by reason of the installation of said plant and its appurtenances, shall be constructed and maintained by the grantee of this franchise according to detailed plans and specifications approved in writing by the Consulting Engineer to the Commission, and said plans and specifications shall be submitted by said grantee for such approval within forty days after the passage of this Act; and said grantee shall begin the construction of said power plant within ninety days after approval of the plans, and shall fully complete and put the same in operation within fifteen months after the passage of this Act; and for failure to begin the work of construction or to put said power plant into operation within the time herein specified, or for failure to keep all parts of said power plant and bridges in a good state of repair, to the satisfaction of the Consulting Engineer to the Commission, or for discontinuing the bona fide operation of said power plant for a period of two years, the franchise granted by this Act shall be forfeited and revoked.

SEC. 3. Said power plant shall not be put into operation until it shall have been duly inspected and a permit to operate the same issued by said Consulting Engineer to the Commission, and said grantee shall thereafter keep all parts of said power plant and highway bridges constructed under the provisions of this Act in a satisfactory state of repair.

SEC. 4. The right to use for municipal purposes from the Rivers Ibiang Munti and Ibiang Malaqui the quantity of thirty liters of water per second, and as much more as will not materially interfere with the operations of the power plant of the grantee,