

ORIGINAL

ES

Decision No. 12576.

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA.

In the Matter of the Application of)
SOUTHERN CALIFORNIA GAS COMPANY)
for an order authorizing the issue)
and sale of bonds.)

Application No. 9111.

BY THE COMMISSION:

SECOND SUPPLEMENTAL ORDER.

In a supplemental petition filed in the above entitled matter on August 15, 1923, SOUTHERN CALIFORNIA GAS COMPANY asks the Railroad Commission to make an order authorizing it to use the proceeds from the sale of \$246,434.34 of the bonds authorized by Decision No. 12215, dated June 15th, 1923, to finance the cost of extensions, additions and betterments.

By Decision No. 12215, the Commission authorized SOUTHERN CALIFORNIA GAS COMPANY to issue and sell, at not less than 94.75 per cent of face value, plus accrued interest, \$2,500,000.00 of its first and refunding mortgage Series "C" six per cent. bonds due June 1, 1958. The order of the Commission, as amended, permits the company to use the proceeds from the sale of \$1,133,850.51 of the bonds to finance construction expenditures heretofore reported to the Commission, but provides that the proceeds from the remainder of the bonds be deposited with the trustee and expended only for such purposes as the Commission might authorize in subsequent orders.

Applicant now reports that during the month of June, 1923, it expended for extensions, additions and betterments to its plants and properties the sum of \$338,071.29, of which \$264,579.12, according to applicant is properly chargeable to capital account. In addition, the company reports that during July, it expended \$64,000 in part payment of the cost of constructing a gas holder of 10,000,000 cubic feet

capacity, which amount added to the \$264,579.12, makes a total of \$328,579.12. In making this supplemental petition, applicant asks that it be permitted to use proceeds from the sale of bonds in face amount equal to seventy-five per cent. of the cost of these reported expenditures of \$328,579.12.

The Commission has given consideration to applicant's request and believes that it should be granted as herein provided; therefore,

IT IS HEREBY ORDERED, that SOUTHERN CALIFORNIA GAS COMPANY be, and it is hereby, authorized to use, on or after the date hereof, the proceeds from the sale of \$246,434.34 of the bonds authorized by Decision No. 12215, dated June 15, 1923, to finance in part such costs of the extensions, additions and betterments referred to herein as are properly chargeable to capital account under the uniform system of accounts prescribed by this Commission.

IT IS HEREBY FURTHER ORDERED, that the order in Decision No. 12215, dated June 15, 1923, as amended, shall remain in full force and effect, except as modified by this Second Supplemental Order.

DATED at San Francisco, California, this 21st day of August, 1923.

C. S. Shaver

H. B. Brundage

Dwight Martin

J. T. Whittlesey
Commissioners.