

Decision No. 12676

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

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

Application Number 9111

BY THE COMMISSION :

FOURTH SUPPLEMENTAL ORDER

SOUTHERN CALIFORNIA GAS COMPANY in its Fourth Supplemental Petition filed in the above entitled matter asks the Railroad Commission for permission to use the proceeds from the sale of \$350,151.23 of bonds authorized by Decision Number 12215 dated June 15, 1923 to finance the cost of extensions, additions and betterments to its plants and properties.

By Decision Number 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" 6 per cent bonds due June 1, 1958. The order of the Commission, as amended from time to time, permits the company to use the proceeds from the sale of \$1,618,932.75 of the bonds to finance in part the cost of 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 supplemental orders.

The company now reports that prior to August 31, 1923 it expended for extensions, additions and betterments the sum of \$451,868.30 of which \$437,868.30, according to applicant, is properly chargeable to capital account and has not heretofore been paid or provided for through the issue of stock or bonds. In addition, it reports that

during the month of September it expended \$29,000.00 in constructing its 10,000,000 cubic foot gas holder, which amount, added to the \$437,868.30, results in a total of \$466,868.30. In making this supplemental petition, applicant asks permission to use the proceeds from the sale of bonds in face amount equal to 75 per cent of the cost of these reported expenditures.

The Commission has given consideration to applicant's request and believes 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 \$350,151.23 of the bonds authorized by Decision Number 12215 dated June 15, 1923 to finance in part such portion of the cost of the extensions, additions and betterments referred to herein as is properly chargeable to capital account, as defined by the Uniform System of Accounts prescribed by this Commission.

IT IS HEREBY FURTHER ORDERED that the order in Decision Number 12215 dated June 15, 1923, as amended, shall remain in full force and effect except as modified by this Fourth Supplemental Order.

DATED at San Francisco, California, this 11 day of October, 1923.

C. A. Seavey

Irving Maxton

Egerton Shore

J. T. Whittington

Commissioners.