

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of)
WESTERN STATES GAS AND ELECTRIC COMPANY,)
a corporation, for an order authorizing) Application No. 8568
the issue and sale of its preferred)
stock of the par value of \$500,000.00.)

BY THE COMMISSION :

SECOND SUPPLEMENTAL ORDER

Western States Gas and Electric Company by Decision Number 11579, dated February 3, 1923, was authorized to issue and sell for cash at not less than par \$500,000.00 of its 7 per cent cumulative preferred stock. The order of the Commission, as amended, permits the company to use an amount of the proceeds not exceeding 6 per cent of the par value of stock sold to pay commissions, salaries, advertising and other expenses incidental to the sale of the stock and to use the proceeds from the sale of \$103,500.00 for the purpose of reimbursing its treasury on account of sinking fund payments made since December 1, 1919 or to pay current indebtedness incurred in making such sinking fund payments. The remaining proceeds must be deposited with a bank or banks or with a trust company or trust companies and be expended only when and as and for such purposes as the Commission may authorize in supplemental orders.

The company now reports that since December 1, 1919 and prior to December 1, 1923, it has paid into its various sinking funds the sum of \$1,079,071.54, which amount it has used to retire \$1,251,500.00 of bonds consisting of \$68,000.00 of American River Electric Company bonds and \$1,183,500.00 of its own bonds.

Heretofore the Commission has authorized applicant to use the proceeds from the sale of \$543,900.00 of preferred stock and \$242,457.00

of 15 year notes to refund sinking fund payments made since December 1, 1919. Deducting the sum of these two amounts, namely \$786,357.00, from the \$1,251,500.00 representing bonds retired, leaves a balance of \$465,143.00 of bonds which have not been refunded.


The company now asks the Commission, in a supplemental application filed in the above entitled matter on December 18, 1923, to make an order authorizing it to use the proceeds from the sale of \$107,500.00 of the stock authorized by Decision Number 11579 to reimburse its treasury in part on account of earnings used to make sinking fund payments subsequent to December 1, 1919.

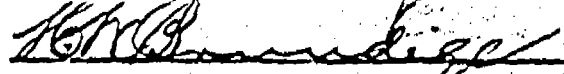
The Commission has given consideration to applicant's request and believes it should be granted as herein provided, therefore

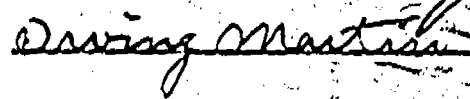
IT IS HEREBY ORDERED that the order in Decision Number 11579, dated February 3, 1923, as amended, be and it is hereby further modified so as to permit Western States Gas and Electric Company to use the proceeds from the sale of \$107,500.00 of the stock authorized by the order in said decision for the purpose of reimbursing its treasury on account of sinking fund payments made since December 1, 1919 or to pay current indebtedness incurred in making such sinking fund payments.

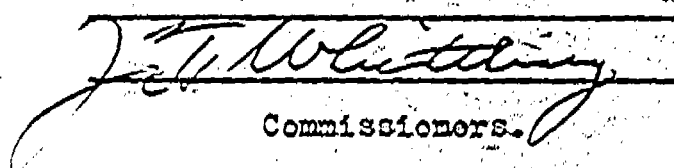
IT IS HEREBY FURTHER ORDERED that the order in Decision Number 11579, dated February 3, 1923, as amended, shall remain in full force and effect except as modified by this Second Supplemental Order.

DATED at San Francisco, California, this 10th day of January, 1924.








Commissioners.