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Decision No. 14188.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the)
HOME TELEPHONE COMPANY OF COVINA.)
a corporation, for an order permitting)
it to authorize and create a bonded in-)
debtedness of \$600,000.00, and author-)
izing the issue and sale of \$65,000.00) Application Number 10176
par value of said bonds, and in addi-)
tion thereto, for an order authorizing)
the issuance and sale of capital stock)
of the par value of \$57,550.00.)

BY THE COMMISSION:

ORIGINAL

FIRST SUPPLEMENTAL ORDER

The Railroad Commission in its Decision Number 13763 dated July 1, 1924 in the above entitled application recited that upon the receipt of a copy of a mortgage or deed of trust in form satisfactory to the Commission, together with a statement showing that the company has complied with the sinking fund provisions of its existing mortgage or deed of trust, a supplemental order will be entered authorizing the company to issue \$65,000.00 of general and refunding bonds and execute a mortgage or deed of trust to secure the payment of such bonds.

E. L. Clymer, assistant trust officer of the Title Insurance and Trust Company, has advised applicant that the trust company has on hand in applicant's sinking fund \$13,961.28 and a \$500.00 Third Liberty Loan Bond.

The company reports that it has complied with the sinking fund provisions of its existing mortgage or deed of trust. It has filed with the Commission on October 15th a copy of its proposed mortgage or deed of trust to secure the payment of an authorized issue of \$600,000.00 general and refunding bonds payable September 1, 1953. Of this amount of bonds the company at this time asks permission to issue \$65,000.00. The bonds will bear interest at the rate of six percent. per annum.

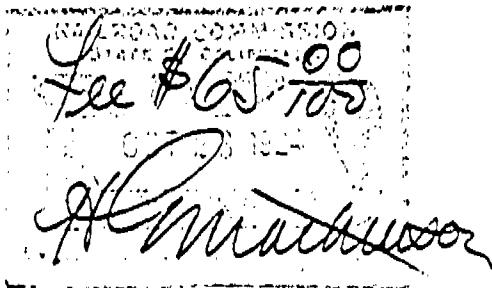
The proposed mortgage or deed of trust filed by applicant is in satisfactory form. The Commission is of the opinion that the money, property or labor to be procured or paid for through the issue of the \$65,000.00 of bonds is reasonably required by applicant and that a further order should be entered in this proceeding, therefore

IT IS HEREBY ORDERED AS FOLLOWS:-

1. The Home Telephone Company of Covina may execute a mortgage or deed of trust substantially in the same form as the mortgage or deed of trust filed in this proceeding October 15, 1924, provided that the authority herein granted to execute a mortgage or deed of trust is for the purpose of this proceeding only, and is granted in so far as this Commission has jurisdiction under the terms of the Public Utilities Act and is not intended as an approval of said mortgage or deed of trust as to such other legal requirements to which said mortgage or deed of trust may be subject.
2. The Home Telephone Company of Covina may issue and sell at not less than 90 and accrued interest on or before April 1, 1925 \$65,000.00 face value of its general and refunding six percent. bonds due September 1, 1953 and use the proceeds to pay the notes referred to in this application or for such other purposes as the Railroad Commission will authorize by supplemental order or orders.

3. Home Telephone Company of Covina shall keep such record of the issue, sale and delivery of the bonds herein authorized and of the disposition of the proceeds as will enable it to file on or before the 25th day of each month a verified report, as required by the Railroad Commission's General Order No. 24, which order in so far as applicable is made a part of this order.
4. The authority herein granted will become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is \$65.00.

DATED at San Francisco, California, this 21st day of October, 1924.



C. Seaver
H. H. Brouder
Irving Masterson
Egerton Shore

Commissioners.