

IRA

Decision No. 15075.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the }  
ROSEVILLE TELEPHONE COMPANY }  
for an order authorizing the issue of } Application No. 11194  
stock. }

W. Hanisch, for applicant.

BY THE COMMISSION:

O P I N I O N

Roseville Telephone Company asks permission to issue and sell at par \$7,850.00 of its common capital stock and use the proceeds to reimburse its treasury on account of earnings expended for additions and betterments to its plants and properties.

Roseville Telephone Company was organized on or about April 1, 1914, with an authorized capital stock of \$25,000.00 divided into 2,500 shares of the par value of \$10.00 each, all shares being common. During 1923 the company's Articles of Incorporation were amended and its authorized stock increased from \$25,000.00 to \$50,000.00. As of December 31, 1924 the company reports \$42,150.00 of stock outstanding. It is of record that the same amount of stock is now outstanding and that the company has no indebtedness.

Attached to the petition filed in this proceeding is a statement showing in detail expenditures for additions and betterments amounting to \$7,853.20. W. Hanisch, Manager of Roseville Telephone Company, testified that the expenditures in such statement had actually been incurred and that they represented the cost of materials and supplies and the labor necessary to install the same. No overhead expenses are included in the statement. He also testified that if the company is permitted to issue the \$7,850.00 of stock that such stock will be purchased by the company's present stockholders and that while the proceeds obtained from the sale of the stock will be used to reimburse the company's treasury, such proceeds in turn will be expended to make necessary replacements to the company's properties and construct further additions and betterments.

### O R D E R

Roseville Telephone Company having applied to the Railroad Commission for permission to issue and sell \$7,850.00 of stock, a public hearing having been held before Examiner Fankhauser and the Railroad Commission being of the opinion that the money, property or labor to be procured or paid for by such issue is reasonably required by applicant and that this application should be granted as herein provided therefor,

IT IS HEREBY ORDERED that Roseville Telephone Company be, and it is hereby, authorized to issue and sell on or before December 1, 1925, for cash at not less than par \$7,850.00 of its common capital stock and use the proceeds obtained from the sale of such stock to reimburse its treasury on account of earnings expended for additions and betterments.

The authority herein granted is subject to further conditions as herein follows:-

1. Roseville Telephone Company shall keep such record of the issue, sale and delivery of the stock 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 Commission's General Order No. 24 which order in so far as applicable is made a part of this order.
2. The authority herein granted will become effective upon the date hereof.

DATED at San Francisco, California, this 20<sup>th</sup> day of June, 1925.

W. A. R. ...  
C. A. ...  
Egerton ...

Commissioners.