

LEM

Decision No. 15358.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of)
REDONDO HOME TELEPHONE COMPANY,)
a corporation, for an order author-)
izing the issue of capital stock.)

Application No. 10696.

BY THE COMMISSION:

FIRST SUPPLEMENTAL ORDER

Redondo Home Telephone Company, in Decision No. 14528, dated February 2, 1925 in the above entitled matter, was authorized, among other things, to issue and sell \$100,000.00 of preferred stock at not less than 95 percent. of par value. Such authority, however, was subject, among others, to Condition No. 2, which reads as follows:-

* The \$100,000.00 of preferred stock herein authorized shall be sold at not less than 95 percent. of par value, Of the proceeds the company may use, if necessary, an amount not exceeding five percent. of the par value of stock sold to pay commissions and other expenses incident to the sale. Of the remaining proceeds the company may use not exceeding \$74,531.87 to finance the cost of the extensions, additions and betterments to which reference is made in the opinion which precedes this order. The remaining proceeds and such part of the five percent. not used to pay commissions and other expenses incident to the sale of the stock may be expended only as hereafter authorized by the Commission."

The \$74,531.87 authorized to be financed with the stock proceeds consisted, in general, of the following items:-

Switchboard and associated apparatus	\$9,118.15
Underground conduit	2,500.00
Underground cable	43,856.57
Terminals for cable	3,011.45
Poles, anchors and guys	2,947.44
Suburban construction	9,554.84
Contingencies	3,543.42
Total	<u>\$74,531.87</u>

The company at that time reported that more than \$74,531.87 would be needed for additions and betterments, but that it was not in a position to make a more definite showing. Since the date of the Commission's decision there has been a change in the management of the company. The Commission is now advised that the company should expend \$127,156.82. The items making up this amount are described in a statement filed with the Commission on August 27, 1925, as follows:-

UNDERGROUND CONDUIT

Camino Real from Central Office to 8th St.	\$18,877.35	
Central office to Opal & Broadway on Emerald and Broadway	6,133.90	
Total U.G. conduit		\$25,011.25

UNDERGROUND CABLE:

Central office to 8th and Camino Real	12,063.89	
Central office to Opal and Broadway	4,615.09	
Total U. G. Cable	17	16,678.98

AERIAL CABLE:

Camino Real, 8th St. to 16th St.	1,410.24	
Pier Ave., Camino Real to Gould	5,323.96	
8th St. to Camino Real to Monterey Blvd., 8th St. to 10th Street	3,295.58	
10th St. Monterey Blvd. to Palm Drive to 10th St. to Pier Ave	590.67	
Monterey Blvd., 10th St. to Manhattan Ave. Manhattan Ave. Monterey Blvd., to 1st St. and Alley E.	2,665.31	
Redondo St. Hermosa Ave. to Palm Dr. to 1st St.	780.13	
Broadway, Opal to Sapphire from U.G.	2,751.98	
Broadway, Sapphire to Ave. A.	3,338.61	
Alley East of Catalina from Ave. A to Ave. E.	1,654.35	
Opal Street Broadway to Irene	1,521.25	
Garnet to Opal	225.22	
Ruby St. Broadway to Esplanade	619.52	
Total Aerial Cable		28,722.90
Total conduit and cable		70,413.13
Add for additional poleline material for short laterals		1,103.69

OTHER PLANT ADDITIONS:

Central office equipment now installed	9,400.00	
Pole lines	3,840.00	
Aerial wire (copper 1300.00 iron 3750.00)	5,050.00	
Drop wire	1,470.00	
Aerial cable	4,500.00	
Subscribers apparatus	5,640.00	
Subscribers installations	740.00	
Private branch exchanges	4,000.00	
Buildings	1,000.00	
Garage equipment	3,000.00	
Central office equipment	12,000.00	
Joint pole interest purchases	5,000.00	
Total other plant additions		55,640.00
Total		\$ 127,156.82

The company asks that Decision No. 14528 be modified so as to permit it to substitute the foregoing estimate of \$127,156.82 for the \$74,531.87 referred to in said Decision No. 14528. We believe that this request should be granted.

IT IS HEREBY ORDERED that Redondo Home Telephone Company may substitute the estimate of \$127,156.82 now reported and referred to herein, for the estimate of \$74,531.87 heretofore reported to the Commission and described in Decision No. 14528, dated February 2, 1925.

IT IS HEREBY FURTHER ORDERED that the order in Decision No. 14528, dated February 2, 1925, shall remain in full force and effect, except as modified herein.

DATED at San Francisco, California, this 15th day of September, 1925.

C. C. [Signature]

E. W. [Signature]

Leon [Signature]

Commissioners