

LEM

Decision No. 17111.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SANTA MONICA BAY TELEPHONE COMPANY)
for authority to issue bonds.) Application No. 10688

BY THE COMMISSION:

FIRST SUPPLEMENTAL ORDER

Santa Monica Bay Telephone Company, by Decision No. 14410, dated December 27, 1924, was authorized to issue and sell, at not less than 94 percent of face value, plus accrued interest, not exceeding \$228,500.00 of its first and refunding mortgage six percent bonds and to use \$70,317.50 of the proceeds to reimburse Citizens National Company for moneys expended in acquiring \$78,500.00 of five percent bonds of Santa Monica Bay Home Telephone Company, and to use the remaining proceeds, or such portion thereof as may be necessary, to refund the remaining (\$153,500.00) outstanding bonds of Santa Monica Bay Home Telephone Company, or for such other purposes as the Commission might authorize in subsequent orders.

The time within which applicant may issue its bonds terminated on June 30, 1926. In a supplemental petition filed in the above entitled matter on July 1, 1926 the company reports that it has succeeded in retiring all but \$117,000. face value of the bonds of Santa Monica Bay Home Telephone Company and that it has issued all but \$134,000.00 of its own bonds that were authorized by Decis-

tion No. 14410. It now asks permission to exchange its bonds for the bonds of Santa Monica Bay Home Telephone Company at par for par and also for an extension of time within which to sell or exchange its bonds.

The Commission has given consideration to applicant's request and is of the opinion that it should be granted permission to sell or exchange not exceeding \$117,000.00 of the bonds authorized by Decision No. 14410, but that the bonds should be sold at not less than par plus accrued interest, instead of 94; therefore,

IT IS HEREBY ORDERED that Santa Monica Bay Telephone Company be, and it is hereby, authorized to sell, on or before December 31, 1926, at not less than face value plus accrued interest, \$117,000.00 of its six percent bonds authorized by Decision No. 14410, dated December 27, 1924, and to use the proceeds to retire the underlying \$117,000.00 of bonds of Santa Monica Bay Home Telephone Company, or to issue, on or before December 31, 1926, the \$117,000.00 of its bonds, or any part thereof, in exchange for the bonds of Santa Monica Bay Home Telephone Company on a basis of par for par.

DATED at San Francisco, California, this 13th day of July, 1926.

H. B. Brundage
President

Leon A. White

Commissioners.