

LBM

Decision No. 17881.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

In the Matter of the Application of
ROSEVILLE WATER COMPANY,
a corporation, for an order author-
izing the creation of bonded indebt-
edness in the sum of \$200,000.00 and
the issuance and sale of bonds in
the sum of \$180,000.00.

Application No. 13171

BY THE COMMISSION:

SECOND SUPPLEMENTAL ORDER

The Railroad Commission, by Decision No. 17434, dated October 5, 1926, as amended, authorized Roseville Water Company, to execute a mortgage and/or deed of trust and to issue and sell, at not less than 91 percent of face value plus accrued interest, \$180,000.00 of first mortgage six and one half percent bonds due 1951.

Under the terms of the order in said Decision No. 17434 a portion of the proceeds received from the sale of the bonds, amounting to about \$10,750.00, may be expended only for such purposes as the Commission might authorize in supplemental orders. The company now asks in a supplemental petition filed in this proceeding on December 18, 1926, for authority to use \$6,002.30 of these proceeds to pay certain costs and expenses incurred in connection with the issue of the bonds, as set forth in the supplemental petition.

These expenses may be paid by applicant through the use of bond proceeds, provided it first has filed with the Commission in satisfactory form a duly and legally executed stipulation authorized by its Board of Directors wherein it agrees that it will not declare or pay any dividends on its stock until it has invested

\$6,002.30 of surplus earnings in fixed capital or in a special cash fund for said purpose, and that it will not ask the Commission to authorize the issue of stock, bonds or other evidence of indebtedness against said investment, therefore-

IT IS HEREBY ORDERED that the order in Decision No. 17434, dated October 5, 1926, as amended, be, and it hereby is, modified so as to permit Roseville Water Company to use not exceeding \$6,002.30 of the proceeds received from the sale of the bonds authorized to be issued by the order in said decision, to pay the costs and expenses set forth in the supplemental petition filed in this proceeding on December 18, 1926, provided that applicant shall first file with the Railroad Commission in satisfactory form a duly and legally executed stipulation authorized by its Board of Directors, in which it agrees that it will not declare or pay any dividends on its outstanding stock until it has invested \$6,002.30 of surplus earnings in fixed capital or in a special cash fund, and that it will not ask the Commission to authorize the issue of stock, bonds, or other evidences of indebtedness against said investment.

IT IS HEREBY FURTHER ORDERED that the order in Decision No. 17434, dated October 5, 1926, as amended, shall remain in full force and effect, except as modified by this Second Supplemental Order.

DATED at San Francisco, California, this 12th day of January, 1927.

Ernest
H. B. ...
A. ...
Leon ...
...

Commissioners.