

Decision No. 20674

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
 SOUTHERN CALIFORNIA EDISON COMPANY,)
 a corporation, for authority to)
 issue and pledge Five Percent Gold)
 Bonds, due in 1951, to the face)
 amount of \$1,761,000.00, secured by)
 Mortgage and Deed of Trust, dated)
 November 20, 1911, from Pacific)
 Light & Power Corporation to United)
 States Mortgage and Trust Company.)

ORIGINAL

Application No. 8362.

BY THE COMMISSION:

FIRST SUPPLEMENTAL ORDER

Southern California Edison Company by Decision No. 11430, dated December 29, 1922, was authorized to issue and pledge, or sell at not less than par, \$1,761,000.00 face value of the bonds secured by the mortgage and deed of trust dated November 20, 1911, from Pacific Light and Power Corporation to United States Mortgage and Trust Company and expend the proceeds to finance such construction expenditures as the Commission might authorize.

In a supplemental application filed in the above entitled matter on December 7, 1928, the company reports that the \$1,761,000.00 of bonds have been issued and are now pledged with Harris Trust and Savings Bank as trustee under its general mortgage of November 1, 1909.

It appears that the company from time to time will pay to United States Mortgage and Trust Company the moneys required by the sinking fund provision of the trust indenture of Pacific Light and Power Corporation. When the trustee under that indenture calls for bonds applicant proposes to cause the Harris Trust and Savings Bank to offer for sale the \$1,761,000.00 of bonds. As such sales are made, the purchase price will be paid out of the funds which have been provided by applicant to United States Mortgage and Trust Company as sinking fund payments. The moneys thus transferred to Harris Trust and Savings Bank will be held subject to the conditions of applicant's general mortgage.

It thus appears that applicant will not receive any proceeds from the sale of the \$1,761,000.00 of bonds and that such bonds will not be sold to the public except in the event of foreclosure of the general mortgage.

Applicant therefore requests the Commission to modify the order in its Decision No. 11430 with respect to the disposition of the proceeds.

The Commission has given consideration to this request and believes it should be granted as herein provided, therefore,

IT IS HEREBY ORDERED that the order in Decision No. 11430, dated December 29, 1922, be, and it is hereby, modified so as to provide that in the event the \$1,761,000.00 of bonds referred to in said order are sold because of the foreclosure of applicant's general mortgage, the proceeds received shall be used to pay outstanding indebtedness of applicant.

IT IS HEREBY FURTHER ORDERED that condition one of the order in said Decision No. 11430 reading as follows:-

"(1) Southern California Edison Company shall keep such record of the issue and sale 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 insofar as applicable, is made a part of this order."

be, and it hereby is, modified so as to read ---

(1) In the event the aforesaid bonds or any part thereof are sold because of the foreclosure of applicant's general mortgage, Southern California Edison Company shall file a report or reports as required by the Commission's General Order No. 24.

IT IS HEREBY FURTHER ORDERED that the order in Decision No. 11430, dated December 29, 1922, shall remain in full force and effect, except as modified by this First Supplemental Order.

DATED at San Francisco, California, this 12th day of January, 1929.

Paul D. Lewis

C. L. Seney

Leon A. Whipple

A. J. [unclear]

Commissioners.