

LBM

Decision No. 21509.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

In the Matter of the Application of)
UNION HOME TELEPHONE AND TELEGRAPH)
CORPORATION, -Associated Telephone)
Company, successor- for an increase)
of exchange rates in the Cities of)
Long Beach and San Bernardino in the)
State of California, and territory)
adjacent to said cities now served)
from the exchanges therein.)

Application No. 4817

BY THE COMMISSION:

SECOND SUPPLEMENTAL ORDER

The Commission by Decision No. 7438, dated April 19, 1920, as amended, requires Associated Telephone Company, successor of the Union Home Telephone and Telegraph Corporation, to create and maintain a depreciation fund. There is now in such fund, or there is due said fund, the sum of \$556,733.25. From time to time the Commission has authorized the company to borrow from the depreciation fund for the purpose of paying the cost of additions and betterments. On account of such loans there is now due the fund the sum of \$337,500. The \$337,500. is included in the \$556,733.25.

Since the date of Decision No. 7438 the properties of Union Home Telephone and Telegraph Corporation have been transferred to, and refinanced by, Associated Telephone Company. By Decision No. 21268, dated June 21, 1929, in Application No. 15494, the Commission authorized the consolidation of the Associated Telephone Company properties with those of Santa Monica Bay Telephone Company, Redondo Home Tele-

phone Company, Laguna Beach Telephone Company and Home Telephone Company of Covina, and Huntington Beach Telephone Company. The credit of the Associated Telephone Company has, since the re-financing of the properties, improved to such a degree that we feel that there is no further need for the maintenance of the depreciation fund ordered to be created by Decision No. 7438. In this connection it should be noted that the company has credited to its depreciation reserve an amount in excess of that which it has paid into the fund, and that the company asks permission to use the money in the fund to pay the cost of extensions, additions and replacements to its plants and facilities.

We have considered the request of the company and feel that such request should be granted, therefore,

IT IS HEREBY ORDERED, that Condition No. 2 of the order in Decision No. 7438, dated April 19, 1920, the rules and regulations governing the payments into, and the disbursements from, the depreciation fund heretofore approved by the Commission, and the requirements of the Commission to return to said depreciation fund the balance due said depreciation fund on account of loans from said depreciation fund, be, and the same are hereby, vacated and set aside, provided that the company use the moneys in the depreciation fund to pay for extensions, betterments and replacements to its plants and facilities.

IT IS HEREBY FURTHER ORDERED, that this order will become effective twenty days after the date hereof.

DATED at San Francisco, California, this 30th day of August, 1929.

Thos. S. Loutin
G. Leary
W. M. Deady
John A. Whelan
M. J. Kim

Commissioners.