

LBM

Decision No. 21877.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
THE PACIFIC TELEPHONE AND
TELEGRAPH COMPANY
for an order authorizing the purchase
of common capital stock of Northern
California Telephone Company.

Application No. 16114

ORIGINAL

Alfred Sutro and James G. Marshall, for applicant.

BY THE COMMISSION:

OPINION AND ORDER

The Pacific Telephone and Telegraph Company has applied to the Railroad Commission for permission to purchase at not more than the par value thereof 35 shares (\$3,500.00 par value) of the common capital stock of Northern California Telephone Company.

The application shows that Northern California Telephone Company is a corporation engaged in the general telephone business in Colusa, Glenn, Lake, Mendocino, Napa, Sonoma and Tehama Counties. Its assets and liabilities, as of September 30, 1929, have been reported to the Commission as follows:-

<u>ASSETS:</u>	
Fixed capital	\$1,248,675.38
Construction work in progress	5,201.14
Cash and deposits	10,046.94
Accounts receivable	36,675.93
Materials and supplies	24,567.30
Deferred debit items	6,189.99
TOTAL ASSETS	\$1,331,356.68

LIABILITIES:

Capital stock-common	\$193,800.00
Funded debt	190,000.00
Advances from system corporations . . .	962,742.44
Bills payable	291,112.07
Accounts payable	213,993.74
Accruals	43,095.01
Deferred credit items	994.17
Reserves	44,200.14
Corporate deficit	608,580.89
TOTAL LIABILITIES.....	<u>\$1,331,356.68</u>

Applicant alleges that it is the owner of \$190,300.00 of the stock of Northern California Telephone Company and that it now desires to acquire the remaining \$3,500.00 to become the owner of all that company's outstanding stock.

It appears to the Commission that this is not a matter in which a public hearing is necessary and that the purchase of the \$3,500.00 of stock by The Pacific Telephone and Telegraph Company is not contrary to the public interest and that the application should be granted, as herein provided, therefore

IT IS HEREBY ORDERED that The Pacific Telephone and Telegraph Company be, and it hereby is, authorized to purchase and acquire at not more than the par value thereof, and thereafter hold, 35 shares of the common capital stock of Northern California Telephone Company of the aggregate par value of \$3,500.00.

The authority herein granted is subject to the following conditions:-

- (1) Within thirty days after the acquisition of the aforesaid stock, applicant shall file with the Commission a statement showing the price paid for said stock.
- (2) The price paid by applicant for the aforesaid stock shall not be urged before this Commission, or

other public body, as a determination of the value of the properties or stock of Northern California Telephone Company for any purpose other than the transfer herein authorized.

- (3) The authority herein granted will become effective ten days after the date hereof.

DATED at San Francisco, California, this 6th day of December, 1929.

Thos S. Lott
C. J. Seaver
Wm. J. ...
W. J. ...
Commissioners.