In the Matter of the Application of SAN DIEGO CONSOLIDATED GAS AND ELECTRIC COMPANY, a corporation, for an order authorizing the issue and sale of its one-year notes in the principal amount of \$1,500,000.00.

Application No. 17739

ORIGINAL

Chickering and Gregory, for applicant.

## BY THE COMMISSION:

## ORDER

WHEREAS, the Railroad Commission by Decision No. 23202, dated December 22, 1930, authorized San Diego Consolidated Gas and Electric Company to issue and sell, at not less than 98-1/2 percent of their face value plus accrued interest, \$1,500,000.00 of one year four percent gold notes due December 1, 1931, for the purpose of paying outstanding indebtedness, of reimbursing its treasury and of financing the cost of additions and betterments; and

MHEREAS, applicant for the purpose of obtaining funds to pay for the aforesaid notes, now asks permission to issue and sell at not less than 98-1/2 percent of their face value and accrued interest, \$1,500,000.00 of four and one half percent one year notes, to be dated December 1, 1931, and to be redeemable at the option of the company in whole or in part, at any time prior to the date of maturity of said notes at 100-1/4 percent of the principal amount

thereof, if redeemed prior to June 1, 1932, and at 100 percent if redeemed on or after June 1, 1932; and

WHEREAS, a form of applicant's proposed note is filed in this proceeding as Exhibit "B"; and

whereas, the Commission has considered applicant's request and is of the opinion that this is not a matter in which a public hearing is necessary, that the application should be granted, as herein provided, and that the money, property or labor to be procured or paid for through the issue of the notes herein authorized is reasonably required for the purpose specified herein, which purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS HEREBY ORDERED, that San Diego Consolidated Gas and Electric Company be, and it hereby is, authorized to issue and sell, on or before December 15, 1931, at not less than 98-1/2 percent of their face value and accrued interest, \$1,500,000.00 of unsecured notes to be dated December 1, 1931, to mature one year after date, to bear interest at the rate of four and one half percent per annum, payable semi-annually and to be otherwise in substantially the same form as the note filed in this proceeding as Exhibit "B".

IT IS HEREBY FURTHER ORDERED, that San Diego Consolidated Gas and Electric Company shall use the proceeds which it may realize through the issue and sale of said notes, to pay, in whole or in part, the \$1,500,000.00 of notes issued and sold under the authority granted by Decision No. 23202 dated December 22, 1930.

IT IS HEREBY FURTHER ORDERED, that the authority herein granted shall become effective upon the date hereof; and that San Diego Consolidated Gas and Electric Company shall file with the

Commission a report or reports, such as are required by the Commission's General Order No. 24, which order insofar as applicable, is made a part hereof.

DATED at San Francisco, California, this <u>Qued</u> day of Movember, 1931.

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Tred G. Stevens

Commissioners.