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ORIGINAL

Decision No. 10032.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 SAN DIEGO CONSOLIDATED GAS AND ELEC- )  
 TRIC COMPANY for an order authorizing )  
 it to create a bonded indebtedness in )  
 the authorized sum of \$50,000,000.00, )  
 to enter into a mortgage or deed of )  
 trust for the purpose of securing the )  
 same, to issue and sell bonds of said )  
 indebtedness, when created, of the par )  
 value of \$2,750,000.00, and to issue )  
 and sell preferred stock of the par )  
 value of \$325,000.00; and, further, )

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in the Matter of the Application of )  
 SAN DIEGO GAS AND ELECTRIC COMPANY )  
 to issue stock of the par value of )  
 \$300.00 and to execute the abovementioned )  
 mortgage or deed of trust jointly )  
 with SAN DIEGO CONSOLIDATED GAS AND )  
 ELECTRIC COMPANY, and to execute a lease )  
 of all of its property to SAN DIEGO )  
 CONSOLIDATED GAS AND ELECTRIC COMPANY. )

BY THE COMMISSION:

SIXTH SUPPLEMENTAL ORDER.

The Railroad Commission by Decision No. 8956, dated May 9, 1921, authorized SAN DIEGO CONSOLIDATED GAS AND ELECTRIC COMPANY to issue and sell \$2,750,000.00 of bonds. The company realized \$2,227,500.00 from the sale of the bonds, which money was allocated for the following purposes:-

To redeem debentures, . . . . .	\$827,500.00
To finance Construction Expenditures prior to March 31, 1921, . . . . .	650,000.00
To finance Construction Expenditures after March 31, 1921, . . . . .	<u>750,000.00</u>
Total, . . . . .	\$2,227,500.00

The Commission has authorized the expenditure of all the moneys

except \$45,116.07. It appears that the \$45,116.07 constitutes a part of the \$650,000.00 to be used to finance construction expenditures incurred prior to March 31, 1921. It further appears that the company has used \$45,116.07 obtained from the sale of stock to finance construction expenditures which should have been financed through the use of a like amount of moneys obtained from the sale of bonds. San Diego Consolidated Gas and Electric Company now asks permission to substitute \$45,116.07 obtained from the sale of bonds for a like amount obtained from the sale of stock.

The company at the hearing on January 6, 1922, in Application No. 7439, gave effect to <sup>the</sup> proposed adjustment, and reduced the amount of stock applied for in that application from \$378,600.00 to \$331,100.00, or by the amount of \$47,500.00, which amount of stock, if sold at 95, would net the company \$45,125.00.

The Commission has considered the request of the San Diego Consolidated Gas and Electric Company and believes that it should be granted;

IT IS, THEREFORE, HEREBY ORDERED, that SAN DIEGO CONSOLIDATED GAS AND ELECTRIC COMPANY be, and it is hereby, authorized to expend not to exceed the sum of \$45,116.07 obtained from the sale of bonds, the issue of which was authorized by the order in Decision No. 8956, dated May 9, 1921, as amended, to finance construction expenditures incurred prior to March 31, 1921, and to adjust its accounts so that the \$45,116.07 obtained from the sale of stock and heretofore used to finance construction

expenditures incurred prior to March 31, 1921, will apply to construction expenditures subsequent to March 31, 1921.

IT IS HEREBY FURTHER ORDERED, that the order in Decision No. 8956, dated May 9, 1921, as amended, shall remain in full force and effect, except as modified by this Sixth Supplemental Order.

DATED at San Francisco, California, this 30<sup>th</sup> day of January, 1922.

H. H. Brundage  
H. D. Howard

Wm. A. Fowler  
J. H. Linder  
Commissioners