

Decision No. 10056

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
REEDLEY TELEPHONE COMPANY for per-)
mission to issue bonds and to execute)
a mortgage.)

Application No. 6287

BY THE COMMISSION:

SECOND SUPPLEMENTAL ORDER

WHEREAS, the Railroad Commission by Decision No. 9255, dated July 23, 1921, authorized REEDLEY TELEPHONE COMPANY to issue at not less than 95 per cent. of their face value and accrued interest \$15,700.00 of 20-year 7 per cent. bonds, subject among others, to the condition that none of the bonds be issued until the Commission, by supplemental order, has authorized the execution of a deed of trust securing the payment of the bonds; and

WHEREAS, applicant on December 6, 1921, filed in the above entitled matter a supplemental application asking permission to issue \$20,000.00, instead of \$15,700.00 of bonds, and on January 27, 1922, filed a revised copy of its proposed mortgage or deed of trust, which for the purpose of identification has been marked Exhibit "L"; and

WHEREAS, applicant asks permission to use the proceeds obtained from the sale of the bonds for the following purposes:

- (a).- To pay current debt,.....\$11,251.45
- (b).- To reimburse treasury,..... 2,830.70
- (c).- To finance new construction,.... 5,000.00

AND it appearing to the Commission that it is necessary for applicant to refund its current indebtedness, which was incurred for the purpose of financing new construction, and that to carry forward its construction program, it is necessary for applicant to have additional funds, and that the application should be granted subject to the conditions of this order,

IT IS HEREBY ORDERED, that REEDLEY TELEPHONE COMPANY be, and it is hereby, authorized to execute a mortgage or deed of trust substantially in the same form as the mortgage or deed of trust filed in this proceeding on January 27, 1922 and marked Exhibit "L", provided--

THAT the authority herein granted to execute a mortgage or deed of trust is for the purpose of this proceeding only, and is granted in so far as this Commission has jurisdiction under the terms of the Public Utilities Act, and is not intended as an approval of said mortgage or deed of trust as to such other legal requirements to which such mortgage or deed of trust may be subject.

IT IS HEREBY FURTHER ORDERED, that REEDLEY TELEPHONE COMPANY be, and it is hereby, authorized to issue and sell, for cash, at not less than 95 per cent. of their face value and accrued interest \$20,000.00 of 20-year 7 per cent. bonds in lieu of the \$15,700.00 of 20-year 7 per cent. bonds authorized by the order in Decision No. 9255, dated July 23, 1921.

The authority herein granted is subject to further conditions as follows:--

1.--Applicant shall use the proceeds obtained from the sale of the bonds for the following purposes:

- (a).--To pay current indebtedness referred to in the supplemental petition filed December 6, 1921,.....\$11,251.45
- (b).--To reimburse applicant's treasury,..... 2,830.70
- (c).--To pay for the additions and betterments described in the aforesaid supplemental petition,.....: 5,000.00

2.-- The authority herein granted will apply only to such bonds as may be issued, sold and delivered

on or before September 1, 1922.

IT IS HEREBY FURTHER ORDERED, that the order in Decision No. 9255, dated July 23, 1921, as amended, shall remain in full force and effect, except as modified by this Second Supplemental Order.

DATED at San Francisco, California, this 2d
day of ~~January~~ February, 1922.

H. B. Dundee

H. B. Loveland

Deering Maitson

J. F. Meddick

Commissioners.