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Decision No. 10207

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SAN JOAQUIN LIGHT AND POWER CORPORA-)
TION to issue and sell 50,000 shares) Application Number 7465.
of its 7 percent. cumulative prior)
preferred stock.)

BY THE COMMISSION:

FIRST SUPPLEMENTAL ORDER.

SAN JOAQUIN LIGHT AND POWER CORPORATION by Decision Number 9989, dated January 12, 1922, was authorized to issue and sell \$5,000,000 of its 7 percent. cumulative prior preferred stock. The company may sell 30,000 shares at not less than \$92.00 per share; 10,000 shares at not less than \$93.00 per share; and 10,000 shares at not less than \$94.00 per share. The order of the Commission provided that the proceeds from the sale of \$1,539,101.18 of stock might be used to finance capital expenditures made prior to November 30, 1921, and that the proceeds from the sale of \$400,000 of stock might be used to pay \$400,000 of unifying and refunding bonds that matured March 1, 1922. The remainder of the proceeds may be expended only for such purposes as the Commission may authorize in supplemental orders.

Applicant now asks permission to use the proceeds from \$1,000,000 of the stock to pay current indebtedness incurred in connection with the acquisition of materials and supplies and other current assets. The debt incurred in acquiring materials and supplies is reported at \$955,181.00; an amount in excess of the proceeds from the sale of \$1,000,000 of stock.

We are of the opinion that applicant may be permitted to use the proceeds from \$1,000,000 of the stock to pay current indebted-

ness. The authority herein granted is not a finding that applicant has need indefinitely for the amount of materials and supplies reported in this proceeding. It may be that when some of the materials and supplies now on hand are used in construction work, they need not be replaced.

IT IS HEREBY ORDERED that San Joaquin Light and Power Corporation be, and it is hereby, authorized to use the proceeds from the sale of \$1,000,000 of stock, the issue of which is authorized by Decision Number 9989, dated January 12, 1922 to pay current indebtedness incurred in connection with the acquisition of materials and supplies, or to reimburse its treasury on account of earnings used to pay such current indebtedness.

IT IS HEREBY FURTHER ORDERED that the order in Decision Number 9989 dated January 12, 1922 shall remain in full force and effect, except as modified by this First Supplemental Order.

DATED at San Francisco, California, this 17th day of March, 1922.

H. B. Brundage

James M. McTeer
Charles H. Brown
W. H. Jones

Commissioners.