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Decision No. 10570

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

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

ORIGINAL

BY THE COMMISSION:

THIRD SUPPLEMENTAL ORDER

The Railroad Commission by Decision Number 9989 dated January 12, 1922, authorized San Joaquin Light and Power Corporation to issue and sell $5,000,000.00 par value of 7% cumulative preferred stock.

The Commission has heretofore authorized the company to expend the proceeds obtained from the sale of $3,564,037.53 of the stock. The remainder of the proceeds can be expended only for such purposes as the Commission may authorize.

The company reports that it now has in bank upwards of $1,000,000.00 obtained from the sale of stock, and upwards of $2,400,000.00 obtained from the sale of bonds. This money will be used by the company to take care of this year's construction program. Some of the money, however, will not be permanently invested until after October 1st.

The company asks permission to loan temporarily not exceeding $750,000.00 to the Southern California Gas Company, who will use the money for construction purposes and who agrees to pay the loan when the money is needed by the San Joaquin Light and Power Corporation.

It is evident that such loan will be beneficial to both companies. The Commission is of the opinion that applicant's request should be granted, and therefore-

IT IS HEREBY ORDERED that the order in Decision Number 9989 dated January 12, 1922, as amended, be, and it is hereby, modified so as to permit San Joaquin Light and Power Corporation to loan to Southern California Gas Company not exceeding $750,000.00 of the proceeds obtained from the sale of the stock authorized in that Decision, subject to the condition that the loan be repaid as and when the money is needed by the San Joaquin Light and Power Corporation, and subject to the further condition that the loan be represented by a note bearing interest at the rate of 6% per annum.

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

DATED at San Francisco, California, this 9th day of June, 1922.

H. W. Brundige

Irving Martin

H. J. Benedict

Commissioners.