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Decision No. 10872

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application of
PACIFIC GAS AND ELECTRIC COMPANY
for an order of the Railroad Com-
mission of the State of California
authorizing applicant to issue, sell
and deliver its first preferred cap-
ital stock of the aggregate par val-
ue of \$5,000,000.00, and to use the
proceeds from the sale of said pro-
ferred capital stock in the manner
and for the purposes described
herein.

ORIGINAL

Application Number 8104.

C. P. Cutten, for Applicant.

ROWELL, Commissioner:

O P I N I O N

In this application PACIFIC GAS AND ELECTRIC COMPANY asks permission to issue and sell, at not less than \$87.50 per share, 50,000 shares (\$5,000,000.00) of its first preferred six percent. capital stock for the purpose of financing, in part, the cost of capital additions.

The company reports that it will need in excess of ten million dollars during the remainder of the year 1922 and during 1923, to pay the cost of acquiring and constructing extensions, additions and betterments to its properties and to the properties of Mt. Shasta Power Corporation. It is to provide a portion of this estimated cost that applicant now requests permission to issue and sell \$5,000,000.00 of its stock.

However, it appears that the company is not in a position at this time to advise the Commission as to the specific purposes

for which it will use the proceeds obtained from such sale of stock. For this reason it is proposed to place the proceeds from the sale of the stock on deposit with a bank or banks to be withdrawn only for such purposes as the Commission might indicate in subsequent orders.

I herewith submit the following form of order:-

O R D E R

PACIFIC GAS AND ELECTRIC COMPANY having applied to the Railroad Commission for permission to issue and sell \$5,000,000.00 of stock, a public hearing having been held and the Railroad Commission being of the opinion that the money, property or labor to be procured or paid for by such issue is reasonably required by applicant;

IT IS HEREBY ORDERED that PACIFIC GAS AND ELECTRIC COMPANY be, and it is hereby, authorized to issue and sell on or before December 31, 1922, for cash, at not less than \$87.50 per share, 50,000 shares (\$5,000,000.00) of its first preferred stock, provided:-

- 1.....That applicant deposit the proceeds obtained from the sale of the stock herein authorized, with a bank or banks and expend said proceeds only for such purposes as the Commission may authorize in subsequent orders, and provided further,
- 2..... That applicant keep such record of the issue and sale of the stock herein authorized and of the disposition of the proceeds as will enable it to file, on or before the 25th day of each month a verified report, as required by the Railroad-

Commission's General Order Number 24, which order in
so far as applicable, is made a part of this order.

The foregoing Opinion and Order are hereby approved and or-
dered filed as the Opinion and Order of the Railroad Commission
of the State of California.

DATED at San Francisco, California, this 17th day of Aug-
ust, 1922.

Irving Martin
Charles A. Long
W. F. Meredith

Commissioners.