

ES

Decision No. 11534.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE  
STATE OF CALIFORNIA.

In the Matter of the Application of )  
PACIFIC GAS AND ELECTRIC COMPANY, )  
a corporation, for an order of the )  
Railroad Commission of the State of )  
California authorizing applicant to )  
issue, sell and deliver its first )  
preferred stock to the par value of )  
\$2,500,000 and to use the proceeds )  
from the sale of said first preferred )  
stock in the manner and for the pur- )  
poses set forth herein. )

Application  
Number  
8550

C.P. Cutten for Applicant.

BRUNDIGE, Commissioner.

O P I N I O N

PACIFIC GAS AND ELECTRIC COMPANY asks permission to issue and sell, at not less than \$90.00 per share, 25,000 shares (\$2,500,000.00) of six per cent. first preferred stock and use the proceeds to pay construction expenditures.

In its Exhibit No. 1, applicant reports its unreimbursed capital expenditures and its estimated expenditures subsequent to June 30, 1922, as follows:-

Unreimbursed capital expenditures of Pacific Gas and Electric Company and Mt. Shasta Power Corporation at June 30, 1922,.....	\$2,553,967.64
Unexpended balances on General Manager's authorization for construction work to June 30, 1922, on Pacific Gas and Electric Company system.....	6,318,570.32
Estimated cost of new construction arising out of development of the company's business and the addition of new consumers for 1922-23,.....	3,150,000.00
Unexpended balances on General Manager's authorization for construction work as of June 30, 1922 on Mt. Shasta Power Corporation system.	<u>2,245,576.60</u>
Total Capital Expenditures Unreimbursed and Authorized,.....	<u>\$14,268,114.56</u>

From June 30, 1922 to November 30, 1922, applicant reports that it has received from the sale of stock the sum of \$4,795,078.31. It further reports that it should receive on stock subscribed for but not fully paid and from stock not yet sold but authorized by the Commission, the sum of \$1,691,713.71. The total cash received since June 30, 1922 from the sale of stock and the amount of unpaid stock subscriptions, together with the proceeds to be received from the sale of unsold stock as of November 30, 1922, amounts to \$6,486,792.02. Deducting this amount from the \$14,268,114.56, leaves capital expenditures unreimbursed and authorized in the amount of \$7,781,322.54. It is for the purpose of financing in part the \$7,781,322.54 of construction expenditures that applicant desires permission to issue and sell the \$2,500,000 of preferred stock.

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 \$2,500,000.00 of six per cent. first preferred 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 the issue of such stock is reasonably required by applicant and that this application should be granted as herein provided; therefore,

IT IS HEREBY ORDERED, that PACIFIC GAS AND ELECTRIC COMPANY be, and it is hereby authorized to issue and sell, at not less than \$90.00 per share, 25,000 shares (\$2,500,000.00) of its six per cent. first preferred stock and use the proceeds to finance, or pay in part the construction expenditures set forth in Exhibit No. 1 filed in this proceeding, or to reimburse its treasury on account of

earnings used to pay such construction expenditures.

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

(1) - Pacific Gas and Electric Company shall keep such record of the issue, sale and delivery 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 No. 24, which order in so far as applicable is made a part of this order.

(2) - The authority herein granted will become effective on the date hereof but will expire on December 31, 1923.

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

Dated at San Francisco, California, this 20th day of January, 1923.

C. Seaver

H. B. Brundage

Isaac Martin

Eugene Shore

J. H. Whitney

Commissioners.