

Decision No.

ORIGINAL

Decision No. 2851

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

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In the Matter of the Application)
of HOME TELEPHONE COMPANY OF)
COVINA for an order authorizing)
the issue of bonds and the exe-)
cution of a mortgage or deed of)
trust to secure the same.)

Application No. 637

REBLEN, Commissioner.

FIRST SUPPLEMENTAL OPINION

In an Order dated August 21, 1913, (Decision No. 896) this Commission authorized Home Telephone Company of Covina to issue \$87,700. of its 5% Bonds maturing January 1943. The order provided for the issuance of \$40,000.00 of these bonds to be sold at not less than 95 per cent of face value and accrued interest, the proceeds to be used for additions and betterments and for refunding certain promissory notes held by the First National Bank of Covina.

The Order further provided that the remaining \$47,700.00 bonds might be exchanged, bond for bond, for an equivalent number of bonds of the company's first authorization on condition that this authority should not become effective until the Company should have disposed of the \$40,000.00 of bonds above mentioned.

Applicant now reports to this Commission that it has been able to dispose of only \$4,500.00 of these bonds and it accordingly

asks for authority to sell the remainder at 90 instead of 95.

The original order made by this Commission on August 21, 1913 applied only to bonds issued on or before August 1, 1914. By an order extending time, dated July 14, 1914, this authority was extended to August 1, 1915. Applicant now requests that it be again extended to and including August 1, 1916.

After consideration of the evidence submitted by applicant, I am of the opinion that its petition should be granted and I accordingly recommend the following form of Order:

FIRST SUPPLEMENTAL ORDER

Home Telephone Company of Covina having applied to this Commission for authority to sell certain of the bonds authorized by this Commission in its order dated August 21, 1913 at not less than 90 per cent of their face value and accrued interest, and having further asked for an extension of time within which to sell all of the bonds authorized by the above mentioned order;

AND IT APPEARING to this Commission that applicant's request is reasonable and should be granted;

IT IS HEREBY ORDERED that Home Telephone Company of Covina be and it is hereby authorized to sell at a price to net not less than 90 per cent of their face value and accrued interest, the unsold portion of the \$40,000.00 of bonds heretofore authorized by this Commission in its Decision Number 896 for the purpose of providing applicant with funds with which to make additions and betterments to its properties and to refund certain notes.

IT IS HEREBY FURTHER ORDERED that the time within which Home Telephone Company of Covina may issue all of the bonds authorized by the above mentioned decision be and it is hereby extended to and including the First Day of August, 1916.

IT IS HEREBY FURTHER ORDERED that this Commission's Decision Number 896 dated August 21, 1915, and such Orders as have been issued supplemental thereto shall remain in full force

and effect except as modified by this First Supplemental Order.

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

Dated at San Francisco, California, this 29th day of October, 1915.

Mary Shellen
H. S. Stewart
Wm. A. ...
Edwin O. Edgerton
Frank R. ...

Commissioners.