

ORIGINAL

Decision No. 2389

BEFORE THE RAILROAD COMMISSION  
OF THE STATE OF CALIFORNIA.

In the Matter of the Application of  
VALLEY NATURAL GAS COMPANY for an  
order authorizing it to execute a  
deed of trust to Anglo-California  
Trust Company to secure a bonded in-  
debtedness in the sum of \$2,000,000,  
to issue \$378,000 par value of bonds,  
to issue 2000 shares of preferred  
stock, to issue 1000 shares of common  
stock, to issue a promissory note for  
\$250,000 and to pledge securities to  
secure the payment of said promissory  
note.

Application No. 2172.

In the Matter of the Application of  
CALIFORNIA NATURAL GAS COMPANY and  
VALLEY NATURAL GAS COMPANY for an  
order authorizing CALIFORNIA NATURAL  
GAS COMPANY to sell to VALLEY NATURAL  
GAS COMPANY all and singular its proper-  
ty and assets and of VALLEY NATURAL GAS  
COMPANY to purchase the same.

Application No. 2173.

BY THE COMMISSION:

SUPPLEMENTAL ORDER.

The Commission having heretofore on May 20, 1916, made  
an order in these proceedings authorizing Valley Natural Gas  
Company to issue capital stock and bonds upon certain condi-  
tions, among others the following:

"(g) The authority hereby given to Valley Natural  
Gas Company to issue capital stock and bonds shall not  
be effective until the Railroad Commission shall have  
issued a supplemental order reciting that Valley Natur-  
al Gas Company has filed herein a stipulation, duly  
authorized by its Board of Directors, and in form satis-  
factory to the Railroad Commission, declaring that Valley  
Natural Gas Company, its successors and assigns, will  
never claim before the Railroad Commission or any court

or other public authority, that the capital stock and bonds of Valley Natural Gas Company herein authorized represent for rate making or other purposes the fair value of the properties of California Natural Gas Company to be acquired by Valley Natural Gas Company.

"(h) The authority hereby given to Valley Natural Gas Company to issue capital stock and bonds shall not become effective until the Railroad Commission shall have issued a supplemental order reciting that Valley Natural Gas Company has filed herein a stipulation, duly authorized by its Board of Directors, and in form satisfactory to the Railroad Commission, declaring that Valley Natural Gas Company, its successors and assigns, will never ask for authority to increase the rates now being charged by California Natural Gas Company to its present consumers, by reason or as the result of the transfer of the properties of California Natural Gas Company to Valley Natural Gas Company, and that if Valley Natural Gas Company ever asks authority to increase the rates now charged by California Natural Gas Company to its existing consumers or any of them, such application will be based solely on increased costs of construction, maintenance or operation in no way caused by or growing out of said transfer of the properties of California Natural Gas Company to Valley Natural Gas Company."

And Valley Natural Gas Company having on May 24, 1916, filed with the Railroad Commission two stipulations in form satisfactory to the Commission, stipulating to the matters contained in the two conditions above quoted,--

IT IS HEREBY ORDERED that the Railroad Commission hereby approves the form of the said stipulations.

Dated at San Francisco, California, this 1st day of June, 1916.

Max Wheeler  
H. W. Howard

Frank Dertum  
Commissioners.