

BEFORE THE RAILROAD COMMISSION OF THE  
STATE OF CALIFORNIA.

ORIGINAL

In the matter of the application of SOUTHERN CALIFORNIA GAS COMPANY for an order authorizing the issue of certain promissory notes.

## Application

No. 2530.

B. N. Jefferson for Applicant.

LOVELAND, Commissioner.

## O P I N I O N

This is an application of SOUTHERN CALIFORNIA GAS COMPANY for authority to issue a promissory note of the face value of Fifteen Thousand (\$15,000.) Dollars for the purpose of renewing the following promissory note, which is now outstanding.

<u>Payee</u>	<u>Date</u>	<u>Amount</u>	<u>Rate</u>	<u>Maturity</u>
Farmers Exchange National Bank	May 19, 1915	\$15,000.	6%	Nov. 19, 1915

At the hearing B. N. Jefferson, Assistant  
Treasurer of Southern California Gas Company, testified

that the moneys originally received from the note which applicant desires to renew were used by the company in reimbursing its treasury for moneys spent in new construction.

As this is a proper purpose for which notes may be issued under the terms of the Public Utilities Act, and as applicant's financial affairs have been carefully gone into by this Commission in previous hearings, I am of the opinion that this application may be granted and accordingly submit the following form of order:

#### O R D E R

SOUTHERN CALIFORNIA GAS COMPANY having applied to this Commission for authority to issue a promissory note of the face value of Fifteen Thousand (\$15,000.) Dollars, for the purpose of renewing a note of like amount now outstanding,

And a hearing having been held, and it appearing to this Commission that applicant's request is reasonable and should be granted, and that the purposes for which it is proposed to issue said note are not chargeable in whole or in part to operating expenses or to income,

IT IS HEREBY ORDERED that Southern California Gas Company be, and it is hereby, authorized to issue

its promissory note in the principal sum of Fifteen Thousand (\$15,000.) Dollars, for a term not exceeding one year, for the purpose of renewing the following promissory note now outstanding:

<u>Payee</u>	<u>Date</u>	<u>Amount</u>	<u>Rate</u>	<u>Maturity</u>
Farmers Exchange National Bank	May 19, 1915	\$15,000.	6%	Nov. 19, 1915

The authority herein granted is granted upon the following conditions, and not otherwise:

1. The note herein authorized to be issued shall be issued so as to net applicant not less than the face value thereof.

2. The note herein authorized to be issued shall bear interest at not to exceed six (6%) per cent. per annum.

3. Applicant may, if it desires, issue its note for a period of less than one year and renew said note from time to time, provided that the combined terms of the note herein authorized and those issued in renewal thereof shall not exceed the term of one year.

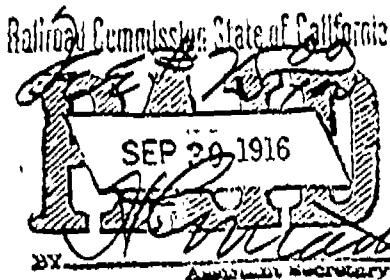
4. Southern California Gas Company shall report to the Railroad Commission within ten (10) days after the issue of the note hereby authorized the fact and the date of issue, the face value of the note, the rate of interest and the application of the proceeds, all in accordance with this Commission's General Order No. 24, which order, in so far as applicable, is made a part of this order.

5. The authority herein granted is conditioned upon the payment by applicant of the fee prescribed in the Public Utilities Act, as amended.

6. The authority herein granted shall apply only to notes issued on or before October 1, 1917.

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 3<sup>rd</sup> day of September, 1916.



Max Thelen

H. H. Loveland

Edwin O. Edgerly

Stanford

Commissioners.