

# ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE  
STATE OF CALIFORNIA.

Decision No. 3655

In the matter of the application	)	
of VALLEY NATURAL GAS COMPANY	)	<u>Application</u>
for an order authorizing the is-	)	
ssue of preferred and common	)	<u>No. 2017.</u>
stock.	)	

BY THE COMMISSION.

FIRST SUPPLEMENTAL ORDER

WHEREAS, this Commission in Decision No. 3103, dated February 16, 1916, authorized the applicant herein to issue three hundred (300) shares of its common capital stock at not less than Eighty (\$80.) Dollars per share, seventy-eight (78) shares of said stock to be issued for the purpose of defraying organization expenses amounting to \$6,186.42 and the balance of said stock, or two hundred twenty-two (222) shares, to be issued after the company had filed a supplemental application with this Commission setting forth in detail the purposes for which it desired to issue said stock, and

WHEREAS, applicant on June 30, 1916, filed a supplemental application with this Commission contain-

ing a statement of expenses incurred subsequent to said Decision No. 3103 and up to and including June 15, 1916, in the total sum of \$15,037.01 against which the company desires to issue one hundred eighty-eight (188) shares of its common capital stock at a price to net not less than Eighty (\$80.) Dollars per share, and

WHEREAS, it appears that the items of expense submitted by applicant are in the nature of promotion and organization expenses, and

WHEREAS, it does not appear necessary for this Commission to approve each and all of said expenditures at this time, and

WHEREAS, it appears that the sum of \$15,037.01 is not an unreasonable amount to be expended by applicant for promotion and organization expenses;

IT IS HEREBY ORDERED that Valley Natural Gas Company be, and it is hereby, authorized to issue one hundred eighty-eight (188) shares of its common capital stock, of the par value of One Hundred (\$100.) Dollars per share, upon the following conditions and not otherwise:

1. The stock herein authorized to be issued shall be sold so as to net applicant not less than Eighty (\$80.) Dollars per share.

2. The proceeds from the sale of the stock herein authorized to be issued shall be used by applicant solely for the purpose of defraying the expenditures set forth in Exhibit A, attached to the supple-

mental application of Valley Natural Gas Company, filed with this Commission on June 30, 1916.

3. Valley Natural Gas Company shall keep separate, true and accurate accounts showing the receipt and application in detail of the proceeds of the sale of the stock herein authorized to be issued; and on or before the twenty-fifth day of each month the company shall make verified reports to the Commission stating the sale or sales of said stock during the preceding month, the terms and conditions of the sale, the moneys realized therefrom, and the use and application of such moneys, 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.

4. The authority herein granted to issue stock shall apply only to such stock as shall have been issued on or before February 1, 1917.

Dated at San Francisco, California, this 23rd day of September, 1916.

Max Thelen  
H. Loveland

Edwin O. Edgerton  
John R. Devlin

Commissioners.