

Decision No. _____

ORIGINAL

BEFORE THE RAILROAD COMMISSION
OF THE STATE OF CALIFORNIA.

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In the Matter of the Application of
SOUTHERN CALIFORNIA TELEPHONE COMPANY
for an order authorizing the issue of
capital stock and bonds, the execution
of a deed of trust, the purchase of
property and the operation under various
franchises; of HOME TELEPHONE AND TELE-
GRAPH COMPANY for an order authorizing
the sale of its property to Southern
California Telephone Company; of SUNSET
TELEPHONE AND TELEGRAPH COMPANY for an
order authorizing the sale of a portion
of its property to The Pacific Telephone
and Telegraph Company; and of THE PACIFIC
TELEPHONE AND TELEGRAPH COMPANY for an
order authorizing the sale of a portion
of its property to Southern California
Telephone Company and the acquisition of
capital stock of Southern California Tele-
phone Company.
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Application No. 2227.

BY THE COMMISSION.

FIRST SUPPLEMENTAL ORDER.

THE RAILROAD COMMISSION HEREBY DECLARES that, in com-
pliance with conditions 1, 2 and 3 of the order of November 4, 1916,
in the above entitled proceeding, stipulations, in form satisfactory
to the Railroad Commission, have been filed herein by Southern
California Telephone Company, The Pacific Telephone and Telegraph
Company and United States Long Distance Telephone and Telegraph
Company, as follows:

1. A stipulation by Southern California Telephone Com-
pany, stipulating and agreeing for itself, its successors and
assigns, as follows:

(a) That during the period of five years subsequent
to November 4, 1916, Southern California Telephone Company will

not make application to the Railroad Commission or any other public authority for any increase in the telephone rates now in effect in the territory in which the company is to operate, except in such minor matters as may be necessary to remove discriminations;

(b) That, except in exceptional cases to be passed upon until further notice in each instance by the Railroad Commission, Southern California Telephone Company will install for each subscriber, present and future, the type of telephone station, whether automatic or manual, desired by the subscriber, and in its solicitation for business and in all other respects will act with absolute impartiality as between the automatic and the manual telephone stations.

(c) That when a subscriber desires long distance service, Southern California Telephone Company will first inquire whether the subscriber desires to use the toll lines of The Pacific Telephone and Telegraph Company or of United States Long Distance Telephone and Telegraph Company, and will in each instance accord to the subscriber the long distance service which he desires.

(d) That Southern California Telephone Company will give to all its subscribers, whether automatic, semi-automatic or manual, access without discrimination, to the long distance telephone lines of The Pacific Telephone and Telegraph Company or of United States Long Distance Telephone and Telegraph Company, or of both of said companies.

(e) That Southern California Telephone Company will not change its principal office from the City of Los Angeles.

(f) That Southern California Telephone Company will never claim in any proceeding before the Railroad Commission, any court, or other public authority, any value for the franchises which are to be conveyed to it by The Pacific Telephone and

Telegraph Company and Home Telephone and Telegraph Company in excess of the moneys which were originally paid by the respective grantees of said franchises to the public authorities granting the same, which moneys are stated in said stipulation to have been as follows:

Franchise granted to M. A. King by the Mayor and Council of the City of Los Angeles by Ordinance Number 6959, N.S., approved February 6, 1902 \$3080.

Franchise granted to Home Telephone and Telegraph Company by the Board of Supervisors of the County of Los Angeles by Ordinance Number 129, N.S., adopted October 17, 1905 101.

Franchise granted to Arthur Wright by the Board of Supervisors of the County of Los Angeles by Ordinance Number 70, N.S., adopted April 7, 1903. 301.

Franchise granted to Home Telephone and Telegraph Company by the Board of Trustees of the City of South Pasadena by Ordinance Number 382, adopted May 26, 1913 625.

Franchise granted to The Pacific Telephone and Telegraph Company by the Board of Trustees of the City of Eagle Rock by Ordinance Number 90, adopted November 3, 1913. 194.20

Franchise granted to The Pacific Telephone and Telegraph Company by the Board of Trustees of the City of Vernon by Ordinance Number 108, adopted April 22, 1913. 153.50

Franchise granted to The Pacific Telephone and Telegraph Company by the Board of Trustees of the City of Watts by Ordinance Number 141, adopted October 1, 1912 180.20

2. A stipulation by The Pacific Telephone and Telegraph Company, stipulating and agreeing for itself, its successors and assigns, that it will never claim in any proceeding before the Railroad Commission, any court or other public authority, any value for such franchises as may be conveyed to it by Sunset Telephone and Telegraph Company in this proceeding in excess of such moneys as may have been paid by Sunset Telephone and Telegraph Company for said franchises, which stipulation further states that

no franchises are to be conveyed to The Pacific Telephone and Telegraph Company by Sunset Telephone and Telegraph Company in connection with the subject matter of the above entitled proceeding.

3. A stipulation by The Pacific Telephone and Telegraph Company and United States Long Distance Telephone and Telegraph Company agreeing for themselves, their successors and assigns, with Southern California Telephone Company that they will accept, transmit and deliver, without discrimination as between manual, semiautomatic or automatic subscribers, or otherwise, all long distance telephone messages between the exchange of Southern California Telephone Company and all other points in the State of California to which their respective long distance or toll lines now extend or may hereafter extend.

Dated at San Francisco, California, this 30th day
of April, 1917.

Max Thelen
H. S. Howard
W. H. ...
Edwin O. Edgerton

Commissioners.