

ORIGINAL

Decision No. 1570

Decision No. _____.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

* * * *

In the Matter of the Application of)
SOUTHERN CALIFORNIA EDISON COMPANY)
for leave to issue 50,000 shares of its)
common capital stock.)

Application
No. 2743

BY THE COMMISSION:

3 copies

THIRD SUPPLEMENTAL ORDER.

WHEREAS the Railroad Commission by Decision Number 4403, dated June 16, 1917, annulled the order in Decision Number 4097, dated February 13, 1917, authorizing applicant in the above entitled matter to issue 50,000 shares of its common capital stock of the par value of \$100.00 per share and subsequently by Decision Number 4415, dated June 21, 1917, authorized applicant in the above entitled matter to issue 25,000 shares of said 50,000 shares of common capital stock at not less than \$88.00 per share; and

WHEREAS applicant in its supplemental application filed August 14, 1917 reports that 3,826 shares of said 25,000 shares of stock have been subscribed for by stockholders leaving unsold 21,174 shares; and

WHEREAS applicant asks that it be permitted to issue not exceeding 7,000 shares of said unsold stock to its officers and various department heads pursuant to a proposed contract attached to the supplemental application and marked Exhibit "A"; that it be permitted to issue not exceeding 5,000 shares of said unsold stock to its employees pursuant to a proposed contract attached to the supplemental application and marked Exhibit "B"; that it be permitted to issue 9,174 shares of said unsold stock pursuant to the proposed contracts attached to the supplemental application and marked Exhibit "C" and "D" and that it be authorized to issue such additional shares of stock as its officers and various department heads may subscribe for under the option contracts referred to in Exhibit "A" attached to the supplemental application; and

WHEREAS it appears to the Commission that applicant may enter into the various contracts without authority from this Commission provided the Commission authorize the issue of stock at not less than \$88.00 per share net such stock to be issued on or before October 15, 1922; and

WHEREAS it further appears to the Commission that some limitation should be placed upon the amount of stock to be issued under the so-called option contracts and that the stock issued under these option contracts should not exceed 7,000 shares of applicant's common capital stock;

NOW THEREFORE:

IT IS HEREBY ORDERED that Southern California Edison Company may issue the 21,174 shares of unsold stock, authorized to be issued by Decision Number 4415, dated June 21, 1917, on or before October 15, 1922, at not less than \$88.00 per share net, it being understood that this stock will be issued under the terms and conditions of the proposed contracts marked Exhibits "A", "B", "C" and "D" attached to the supplemental application.

IT IS HEREBY FURTHER ORDERED that Southern California Edison Company be, and it is hereby, granted authority to issue on or before October 15, 1922, 7,000 shares of common capital stock at not less than \$88.00 per share net, said stock to be issued pursuant to the proposed option contracts referred to in Exhibit "A" attached to the supplemental application.

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

- 1.- The proceeds obtained from the sale of the stock hereby authorized to be issued shall be used for the purposes specified in Condition "1" of Decision Number 4415, dated June 21, 1917.
- 2.- Southern California Edison Company shall keep separate, true and accurate accounts showing the receipt and application in detail of the proceeds of the sale of the stock hereby authorized to be issued; and on or before the twenty-fifth day of each month the company shall make verified reports to the Railroad 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 appli-

cable, is made a part of this order.

3.- The authority hereby granted to issue stock shall apply only to such stock as shall have been issued on or before October 15, 1922.

Dated at San Francisco, California, this 21st day of August, 1917.

Max Thelen

H. C. Gordon

Edwin O. Edgerton

Commissioners.