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ORIGINAL

Decision No. _____

Decision No. 4618

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

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In the Matter of the Application)	
of SOUTHERN COUNTIES GAS COMPANY)	
OF CALIFORNIA for authority to)	Application No. 2974.
issue and sell additional bonds)	
in the amount of \$364,000.00.)	

Hunsaker & Britt and LeRoy M. Edwards,
by G. Harold Janeway, for applicant.

LOVELAND, Commissioner.

SECOND SUPPLEMENTAL ORDER

WHEREAS this Commission in Decision Number 4430, dated June 26, 1917 authorized Southern Counties Gas Company of California to issue \$364,000.00 face value of its First Mortgage Twenty Year 5½ Per Cent Bonds due and payable May 1, 1936 to finance 80 per cent of its proposed capital expenditures for the year ending March 30, 1918 upon the condition that \$40,000.00 of said bonds might be issued and sold immediately but that the balance of said bonds should only be issued subject to the terms and conditions of supplemental orders from this Commission; and

WHEREAS Southern Counties Gas Company of California has now filed with this Commission a Second Supplemental Application dated August 22, 1917 requesting authority to issue and sell

\$34,500.00 face value of said bonds at not less than 90 and accrued interest under the terms and provisions of the aforesaid order made in said Decision Number 4430; and

~~WHEREAS~~ ⁱⁿ Exhibit "A" attached to the Second Supplemental Application applicant reports that during the month of July 1917 it expended for permanent extensions, betterments and improvements to its existing plant and property the sum of \$43,284.31; and

~~WHEREAS~~ under the provisions of applicant's trust deed it is entitled to issue bonds for 90 per cent of this amount or \$34,627.44; and

~~WHEREAS~~ applicant further represents that it has a balance on hand against which bonds have not been issued of \$195.28 making the total face value of bonds which applicant is now entitled to issue the sum of \$34,822.72;

And a public hearing having been held;

And the Railroad Commission being of the opinion that the money property or labor to be procured or paid for by such issue is reasonably required for the purpose or purposes specified in the order, and that such purpose or purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income;

IT IS HEREBY ORDERED that Southern Counties Gas Company of California be and it is hereby authorized to issue and sell \$34,500.00 face value of its First Mortgage Twenty Year 5½ Per Cent Bonds due and payable May 1, 1936.

The authority hereby granted applicant to issue and sell bonds is granted upon the following conditions and not otherwise:-

1.-The bonds hereby authorized to be issued shall be sold so as to net applicant not less than 90 per cent of their face value in cash, plus accrued interest.

2.-The proceeds from the sale of the bonds hereby authorized to be issued shall be used to pay notes and accounts payable, listed in Exhibit No. 3, Second Supplemental Application, Number 2974.

3.-Southern Counties Gas Company of California shall keep separate, true and accurate accounts showing the receipt and application in detail of the proceeds of the sale of the bonds herein 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 bonds 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 Southern Counties Gas Company of California to issue bonds is conditioned upon the payment by applicant of the fee prescribed by the Public Utilities Act.

5.-The authority herein granted Southern Counties Gas Company of California to issue bonds shall apply only to such bonds as shall be issued on or before November 30, 1917.

The foregoing Third Supplemental Order is hereby approved and ordered filed as the Third Supplemental Order of the Railroad Commission of California.

Dated at San Francisco, California, this 15th day of September, 1917.

Max Thelen
W. J. Boardman
Alex Gordon
Edwin C. Egan
Frank P. DeLoe
Commissioners.