

ES

ORIGINAL

Decision No. 6334

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA.

-----ooOoo-----

In the Matter of the Application of)
LOS ANGELES GAS AND ELECTRIC CORPORATION)
for an order authorizing the issue and)
sale of bonds in the amount of)
\$250,000.)

Application
Number
4551.

Paul Overton and S.W. Guthrie for applicant.

EDGERTON, Commissioner.

O P I N I O N.

LOS ANGELES GAS AND ELECTRIC CORPORATION asks permission to issue at not less than 90 per cent of their face value plus accrued interest \$250,000 of its first and refunding mortgage 5 per cent gold bonds due September 1, 1939.

In Exhibit "C", attached to the petition herein, applicant reports that from December 1, 1915 to December 31, 1916, it has expended for improvements, additions and betterments to its plant and system the sum of \$648,583.87. To pay for these improvements, it has drawn upon its depreciation reserve to the extent of \$315,250.54, leaving a balance of \$333,333.33 to be paid from surplus earnings. Under the provisions of its mortgage, applicant may issue bonds to an amount or amounts in par value not exceeding in the aggregate 75 per cent of the actual and reasonable cash expenditures made for permanent extensions and additions of and to its plants, properties and equipment. For the purpose of reimbursing

in part its treasury, applicant asks permission to issue \$250,000 of bonds.

I herewith submit the following form of Order.

O R D E R

LOS ANGELES GAS AND ELECTRIC CORPORATION having applied to the Railroad Commission for permission to issue \$250,000 of bonds, a public hearing having been held and the Commission being of the opinion that the moneys, 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 the expenditures for such purpose or purposes are not in whole or in part reasonably chargeable to operating expenses or to income;

IT IS HEREBY ORDERED that LOS ANGELES GAS AND ELECTRIC CORPORATION be, and it is hereby granted authority to issue and sell on or before October 1, 1919, at not less than 90 per cent of their face value plus accrued interest, \$250,000 of its first and refunding mortgage 5 per cent gold bonds due September 1, 1939, for the purpose of reimbursing its treasury because of surplus earnings expended to pay for permanent extensions and additions of and to its plants, properties and equipment, provided that the authority herein granted shall not become effective until applicant has paid the

fee prescribed by the Public Utilities Act; and provided further, that applicant keep such record of the issue and sale of the bonds herein authorized and of the disposition of the proceeds as will enable it to file on or before the twenty-fifth day of each month a verified report, as required by the Commission's General Order Number 24, which order, in so far as applicable, is made a part of this order.

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 14th day of May, 1919.

Edwin O. Edgerton
W. Loveland
Frank Doherty
H. C. Brundage

Commissioners.

Public Utilities Commission State of California
Fee # 750.00
MAY 14 1919
H. C. Brundage
BY H. C. Brundage
Assistant Secretary.