

Decision No. 7130

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA.

In the matter of the application of)
SOUTHERN CALIFORNIA EDISON COMPANY,)
a corporation, for an order of the)
Railroad Commission of the State of)
California authorizing it to issue,)
sell and deliver 50,000 shares of)
its common capital stock of the par)
value of \$100. each.)

Application No. 5312.

Roy V. Reppy, for applicant.

EDGERTON, Commissioner.

O P I N I O N

SOUTHERN CALIFORNIA EDISON COMPANY asks permission to issue 50,000 shares (\$5,000,000) of its common capital stock.

Applicant asks authority to sell the stock for not less than \$90. per share, except that in case of sale to brokers for re-sale, it be allowed to pay a brokerage commission of from \$1. to \$2. per share, depending on the number of shares purchased by the broker.

The stock will be offered to applicant's stockholders pro rata in proportion to the respective holdings of each at \$90. per share, and such stock as may not be taken by stockholders will be offered for sale to others at not less than \$90. per share. All, or any part of the stock, applicant asks permission to sell to its employes upon the terms and conditions specified in employes' subscription agreement, a copy of which is attached to the petition herein and marked Exhibit "B", except that in case of employes whose compensation does not exceed \$100. per month,

applicant asks authority to modify the terms of such agreement as was authorized by the Commission in Decision No. 4851, dated November 19, 1917, in Application No. 2743. The granting of this application, in so far as the sale of stock to employes is concerned, will not in any way modify applicant's present policy or the terms and conditions under which it has been recently offering stock for sale to its employes.

Applicant agrees to hold in its treasury all proceeds obtained from the sale of the stock, until the Commission has made a supplemental order or orders herein defining the purposes for which such proceeds may be used.

I herewith submit the following form of Order.

O R D E R

SOUTHERN CALIFORNIA EDISON COMPANY, having applied to the Railroad Commission for permission to issue 50,000 shares (\$5,000,000) of common capital stock, a public hearing having been held, and the Commission being of the opinion that the money, property or labor to be procured or paid for by such issue will be reasonably required for the purpose or purposes hereafter specified;

IT IS HEREBY ORDERED that Southern California Edison Company be, and it is hereby, authorized to issue 50,000 shares (\$5,000,000) of its common capital stock, upon the following conditions and not otherwise:

1. The stock herein authorized shall be sold by applicant for not less than \$90. per share, provided however, that on stock sold to brokers for re-sale, applicant may pay a brokerage commission of from \$1. to \$2. per share, depending upon the amount of shares of stock purchased by said brokers; and provided further, that any portion of the stock herein authorized may be sold to applicant's employes in accordance with the terms of the subscription agreement

attached to the petition herein and marked Exhibit "A", or under the terms and provisions of said agreement as modified by the Commission in Decision No. 4851, dated November 19, 1917 in Application No. 2743.

2. All proceeds obtained from the sale of the stock herein authorized shall be placed and held in applicant's treasury, or in a special fund and disbursed only for such purposes as the Railroad Commission may authorize in a supplemental order or orders.

3. Southern California Edison Company shall keep such record of the issue and sale of the stock herein authorized, and of the disposition of the proceeds as will enable it to file on or before the 25th day of each month a verified report, as required by the Railroad 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 will apply to such stock as may be issued on or before December 31, 1920.

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 13th day of February, 1920.

Edwin O. Edgerton
H. D. Leonard

H. D. Bondage

Commissioners