

DM

Decision No. 7377

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the Application of
THE COACHELLA VALLEY HOME TELEPHONE
AND TELEGRAPH COMPANY, a corporation,) Application No. 5420.
for an order authorizing the issue)
of fifty shares of its capital stock.)

W. D. Gibbs and N. B. Stadley, for applicant.

BRUNDIGE, Commissioner.

O P I N I O N.

THE COACHELLA VALLEY HOME TELEPHONE AND TELEGRAPH COMPANY, asks permission to issue and sell \$5,000.00 of its common stock at par and use the proceeds to pay for the construction of additions and betterments to its plant.

Applicant reports that it has an authorized stock issue of \$25,000.00, of which \$10,135.00 is outstanding. The record shows that residents of Coachella Valley have, during the latter part of 1919, acquired control through stock ownership of The Coachella Valley Home Telephone and Telegraph Company, and that the new management has undertaken and is proceeding with the construction of necessary extensions and improvements. A new switch board, storage battery and other plant improvements costing approximately \$1,450.00 have been installed; three new lines, about three miles in length, have been built to Coachella, and one line, about seven miles in length, to Indio, at a total cost of about \$1,000.00.

Applicant intends to build a new line to Oasis, eighteen miles in length, and purchase at least twenty-five additional telephones. The cost of the line to Oasis and the new telephones is estimated at \$2,875.00. It is for the purpose of paying for the extensions, additions and betterments to which reference has been made that applicant asks permission to issue \$5,000.00 of stock.

I herewith submit the following form of order.

O R D E R.

THE COACHELLA VALLEY HOME TELEPHONE AND TELEGRAPH COMPANY, having applied to the Railroad Commission for permission to issue \$5,000.00 of its common stock, 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 this 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 the Coachella Valley Home Telephone and Telegraph Company be, and it is hereby, authorized to issue and sell on or before November 30, 1920, for not less than par, \$5,000.00 of its common capital stock and use the proceeds obtained from the sale of such stock to pay for the extensions, additions, betterments and improvements to its plant, referred to in the foregoing opinion and in the record in this proceeding, provided that The Coachella Valley Home Telephone and Telegraph Company will 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.

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 this 5th day of April,

1920.

Edwin O. Edgerton
H. D. Loveland
Frank R. Dwyer
H. F. Brundage
Dwight Martin
Commissioners.