

Decision No. 7588.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

-----oOo-----

In the Matter of the Application of)
 WESTERN STATES GAS AND ELECTRIC COMPANY,)
 a corporation, for an order authorizing)
 the issue of preferred stock of the par)
 value of \$178,000.00.)

Application No. 3374.

BY THE COMMISSION:

FIFTH SUPPLEMENTAL ORDER.

WHEREAS, the Railroad Commission by Decision No. 5100, dated February 4, 1918, authorized WESTERN STATES GAS AND ELECTRIC COMPANY to issue \$178,000.00 of its 7 per cent preferred capital stock and to use the proceeds from the sale of the stock to pay current indebtedness as from time to time authorized by the Commission; and

WHEREAS, the Railroad Commission has heretofore authorized expenditures of \$140,996.97 of said proceeds; and

WHEREAS, applicant in its fifth supplemental petition filed May 6, 1920, in this proceeding, reports that it has on hand from the sale of said preferred stock, \$25,047.33; and

WHEREAS, applicant reports that it has expended during February, 1920, for the purpose of constructing extensions, additions and betterments to its plant, the sum of \$43,513.68; that the Commission has never authorized the use of proceeds from the sale of stock, bonds or notes to pay such construction expenditures; that such construction expenditures represent proper additions to capital account and that therefore applicant should be permitted to use the \$25,047.33 to reimburse its treasury for the amounts expended on construction and the payment of obligations incurred in connection therewith; and

WHEREAS, the engineering department of the Commission finds that applicant's reported expenditures are proper and reasonable, and it appearing to the Railroad Commission that applicant's request should be granted,

NOW, THEREFORE, IT IS HEREBY ORDERED, that WESTERN STATES GAS AND ELECTRIC COMPANY be, and it is hereby, authorized to use \$25,047.33 obtained from the sale of preferred stock, the issue of which was authorized by Decision Number 5100, dated February 4, 1918, to reimburse its treasury on account of the construction of extensions, additions and betterments to plant reported in Exhibit One attached to the fifth supplemental petition herein, and the payment of obligations incurred in connection therewith.

IT IS HEREBY FURTHER ORDERED, that the order in Decision Number 5100, dated February 4, 1918, as amended, shall remain in full force and effect, except as modified by the fifth supplemental order.

Dated at San Francisco, California, this 17th day of May, 1920.

Erwin C. Egerton

H. L. Loveland

Frank K. Brown

H. T. Brundage

Irving Martin
Commissioners.