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ORIGINAL

Decision No. 8315.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
PACIFIC GAS AND ELECTRIC COMPANY)
for an order authorizing applicant)
to issue, sell and deliver its first)
preferred capital stock of the par)
value of \$5,000,000.00 and use the)
proceeds from the sale of the said)
first preferred capital stock in the)
manner and purposes described in said)
application.)

Application
Number
6229.

Wm. B. Bosley and C.P. Cutten, by C.P. Cutten, for
applicant.

DEVLIN, Commissioner.

O P I N I O N .

PACIFIC GAS AND ELECTRIC COMPANY asks permission to issue, at not less than \$80.00 per share, 50,000 shares (\$5,000,000.00) of its first preferred 6 per cent capital stock and use the proceeds to pay in part for the improvements set forth in Exhibit "D" attached to the second supplemental petition in Application No. 5598.

In said Exhibit "D" applicant reports estimated expenditures of \$7,666,581.75. Applicant has heretofore been permitted to issue and sell securities by which it has obtained, or ~~will~~ ^{expects to} obtain, a total of \$2,302,279.35, with which to pay in part for the improvements referred to in said Exhibit "D".

After using the \$2,302,279.35 for the purposes indicated, there remains a balance of \$5,364,302.40 of estimated construction expenditures against which this Commission has not authorized the issue of stock or bonds. Applicant asks permission to use the proceeds from the sale of the \$5,000,000.00 of preferred stock to pay in

part for the plant extensions, additions and betterments described in Exhibit "D" attached to the supplemental petition in Application No. 5598.

I herewith submit the following form of Order:

O R D E R

PACIFIC GAS AND ELECTRIC COMPANY having applied to the Railroad Commission for authority to issue \$5,000,000.00 of preferred 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 is reasonably required by applicant and that the purposes for which said expenditures may be made are not in whole or in part reasonably chargeable to operating expenses or to income;

IT IS HEREBY ORDERED, that PACIFIC GAS AND ELECTRIC COMPANY be, and it is hereby, authorized to issue and sell, for cash, at not less than \$80.00 per share, on or before March 31, 1921, \$5,000,000.00 of its first preferred capital stock.

The authority herein granted is subject to further conditions as follows:

- 1.-- The proceeds obtained from the sale of the stock shall be used by Pacific Gas and Electric Company to pay in part such cost of plant extensions, additions and betterments set forth in Exhibit "D", attached to the second supplemental petition in Application Number 5598, as are properly chargeable to capital account under the uniform system of accounts prescribed by the Railroad Commission.

2.-- Pacific Gas and Electric 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.

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 6th
day of November, 1920.

Edwin O. Edgerton
H. H. Howard
Frank H. H. H.
H. H. H. H.
Waring Martin
Commissioners.