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Decision No. 9558.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 LOS ANGELES GAS AND ELECTRIC CORPORATION )  
 for an order authorizing the issue and ) Application No. 7197  
 sale of its Series "C" bonds in the )  
 amount of \$1,500,000.00 per value. )

Paul Overton for applicant.

BENEDICT, Commissioner

O P I N I O N

LOS ANGELES GAS AND ELECTRIC CORPORATION asks permission to issue and sell at not less than 94-3/4 per cent. of their face value and accrued interest \$1,500,000.00 of its Series "C" general and refunding mortgage 7 per cent. gold bonds to be dated September 1, 1921 and payable June 1, 1931.

Applicant in Exhibit "D" filed in this proceeding estimates that during 1921 it will have to expend for plant extensions, additions and betterments the sum of \$8,263,806.00. The Commission has heretofore authorized applicant to issue and sell \$6,000,000.00 of its general and refunding bonds and \$3,000,000.00 of its 6 per cent. preferred stock to finance construction expenditures during 1921 and expenditures to be made subsequent thereto. Applicant reports that it has sold all of the bonds and realized from such sale the sum of \$5,617,500.00. It estimates that it can sell \$2,000,000.00 of its authorized preferred stock during the current year and collect on account of such sale the sum of \$1,225,056.00. The record shows that applicant is at this time in need of additional

funds to carry forward its construction program and that it intends to obtain such funds from the sale of \$1,500,000.00 of its general and refunding mortgage Series "C" 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 \$1,500,000.00 of bonds, 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 for the purpose or purposes specified in this order and that the expenditures herein authorized 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, authorized to issue and sell, for cash, at not less than 94-3/4 per cent. of their face value plus accrued interest \$1,500,000.00 of its general and refunding mortgage Series "C" 7 per cent. gold bonds to be dated September 1, 1921 and mature June 1, 1931 for the purpose of financing in part the cost of the plant extensions, additions and betterments referred to in Exhibit "D" filed in this proceeding.

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

- 1.--Los Angeles Gas and Electric Corporation shall 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 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.

2.--The authority herein granted will not become effective until applicant has paid the fee prescribed in Section 57 of the Public Utilities Act, which fee amounts to \$1,250.00.

3.--The authority herein granted will apply only to such bonds as may be issued, sold and delivered on or before December 15, 1921.

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 27<sup>th</sup> day of September, 1921.

*H. B. ...*

*Charles H. ...*

*J. J. ...*

Commissioners.

Railroad Commission of California  
*Fee \$1,250.00*  
SEP 27 1921  
*H. M. ...*  
BY