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ORIGINAL

Decision No. 9634.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the)	
REEDLEY TELEPHONE COMPANY)	
for authority to issue bonds and for)	<u>Application No. 6287</u>
authority to increase its rates for)	
telephone service.)	

BY THE COMMISSION:

FIRST SUPPLEMENTAL ORDER

On July 23, 1921, the Commission by Decision No. 9255 authorized REEDLEY TELEPHONE COMPANY to issue and sell at not less than 95 per cent. of their face value and accrued interest \$15,000 of 20-year 7% bonds subject to the condition that none of the bonds be delivered until the Commission has authorized the company to execute a deed of trust securing the payment of the bonds and that the proceeds be expended for such purposes as the Commission may authorize. " In its application, the company asked permission to use part of the proceeds obtained from the sale of the bonds to pay indebtedness including a \$4,000.00 note payable to the First National Bank of Reedley and three notes aggregating \$2,900.00 payable to the Reedley National Bank. The company reports that unavoidable delays have occurred in the preparation of its proposed mortgage and that the two banks mentioned have requested it to renew the notes. Inasmuch as it is intended to pay the indebtedness due the banks as soon as applicant can sell its bonds, we believe that it should be permitted to renew the notes payable to the First National Bank of Reedley and the Reedley National Bank for a term of six months.

THEREFORE, IT IS HEREBY ORDERED, that REEDLEY TELEPHONE COMPANY be, and it is hereby, authorized to issue its 6-month unsecured

note to the First National Bank of Reedley for the principal sum of \$4,000.00 and its 6-month unsecured note or notes for the aggregate sum of \$2,900.00 to the Reedley National Bank for the purpose of renewing notes now held by said banks, and to pay interest on such notes at not exceeding 8 per cent. per annum.

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

1.--Reedley Telephone Company shall file with the Railroad Commission a copy of each note issued pursuant to the authority herein granted, such copies to be filed within thirty days after the issue of the notes.

2.--The authority herein granted will not become effective until Reedley Telephone Company has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which minimum fee is \$25.00.

DATED at San Francisco, California, this 24th day of October, 1921.

Fee \$95.00
OCT 26 1921
Chas. Beck

W. D. Loveland
Robert D. Brown
W. H. [Signature]
Commissioners.