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Decision No. 9969.

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA.

ORIGINAL

In the Matter of the Application of)
ROSEVILLE TELEPHONE COMPANY)
for order authorizing issue of stock.)

Application No. 7412.

W.H. Hanisch for applicant.

BRUNDIGE, Commissioner.

O P I N I O N.

ROSEVILLE TELEPHONE COMPANY in this application asks for permission to issue and sell, at par, \$4,520.00 of its capital stock.

Applicant owns and operates a telephone system in and about the City of Roseville, Placer County, reporting at present approximately 750 subscribers. It reports that all but \$4,520.00 of its authorized stock issue of \$25,000.00 is outstanding.

The application shows that subsequent to March 1, 1917 and prior to May 15, 1921, applicant to take care of its increasing business, expended for extensions, additions and betterments to its plant and properties, the sum of \$4,524.29, for which it now seeks to reimburse itself in part by the issue of \$4,520.00 of stock. W.H. Hanisch, applicant's manager, testified that approximately \$2,350.00 of the \$4,524.39 was obtained from surplus earnings and that the balance was obtained from its reserve for accrued depreciation. His testimony shows that it is the company's intention to use the money obtained from the sale of the stock herein applied

for, after reimbursing itself, to pay the cost of further extensions, additions and betterments.

Mr. Hanisch stated that in his opinion no difficulty would be encountered in disposing of the stock covered in this application.

I herewith submit the following form of Order.

O R D E R

ROSEVILLE TELEPHONE COMPANY having applied to the Railroad Commission for permission to issue \$4,520.00 of stock, a public hearing having been held and it appearing to the Railroad Commission that the money, property or labor to be procured or paid for by such issue is reasonably required for the purpose or purposes specified herein 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 ROSEVILLE TELEPHONE COMPANY be, and it is hereby, authorized to issue and sell at not less than par, on or before June 30, 1922, \$4,520.00 of its capital stock.

The authority herein granted is subject to the following conditions:

- 1.--- The proceeds from the sale of the stock herein authorized shall be used by applicant to reimburse itself for moneys expended for the extensions, additions and betterments referred to in the preceding opinion, and after such reimbursement must be used to pay the cost of plant extensions, additions and betterments, or the cost of replacements properly chargeable to the reserve for accrued depreciation.

2.-- Applicant 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 January, 1922.

H. C. Brundage
H. D. Howard

Charles H. Brown
J. H. ...
Commissioners.