

Decision No. 27833

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
LOS ANGELES GAS AND ELECTRIC CORPORA-)	
TION for an order authorizing the)	
issuance and use for sinking fund)	Application No. 19899
purposes of \$596,700.00 par value of)	
its Series "J" bonds.)	

Neil G. Locke, for applicant.

BY THE COMMISSION:

O P I N I O N

ORIGINAL

Los Angeles Gas and Electric Corporation asks permission to issue \$596,700.00 par value of its Series "J" 5% general and refunding mortgage gold bonds due May 1, 1950 and to deliver the same to Security-First National Bank of Los Angeles as trustee under its trust indenture of March 1, 1921 for the purpose of depositing the same in the sinking fund created by such trust indenture.

It is of record that under the provisions of its trust indenture of September 1, 1926 securing the payment of its first and general mortgage bonds, applicant may issue and have authenticated, from time to time, \$9,500,000.00 of its general and refunding mortgage bonds, secured by its indenture of March 1, 1921, for the purpose of making deposits in the sinking fund created under the said indenture of March 1, 1921, in lieu of cash. Heretofore \$3,934,700.00 of said \$9,500,000.00 of bonds have been so deposited and cancelled.

The present application shows that on May 1, 1935 the company will be required to pay to the trustee under the indenture of March 1, 1921, the sum of \$596,629.09, or in lieu thereof, bonds secured by the indenture. It therefore makes this request to issue

\$596,700.00 of bonds.

In support of its request the company alleges that from August 1, 1926 to December 31, 1934 it has expended for permanent additions and betterments the sum of \$14,939,232.64 not heretofore used as a basis for the issuance of bonds and stocks, and that it proposes to use \$795,600.00 of that amount in its request for authentication of the \$596,700.00 of bonds.

Because of the margin between applicant's reported capital expenditures and the proposed bond issue, it does not seem necessary to make a detailed examination of said expenditures.

ORDER

The Commission has considered applicant's request and is of the opinion that this is not a matter in which a public hearing is necessary; that the money, property or labor to be procured or paid for through the issue of the \$596,700.00 of bonds is reasonably required for the purpose specified herein, which purpose is not in whole or in part reasonably chargeable to operating expense or to income, therefore,

IT IS HEREBY ORDERED, that Los Angeles Gas and Electric Corporation be, and it hereby is, authorized to issue on or before June 30, 1935 at not less than par, \$596,700.00 of Series "J" 5% general and refunding mortgage bonds due May 1, 1950 for the purpose of financing in part the capital expenditures made prior to December 31, 1934, referred to herein, and to deliver such bonds to the Security-First National Bank of Los Angeles, as trustee under the trust indenture of March 1, 1921, for the purpose of depositing the same in the sinking fund created thereunder, provided-

1. That applicant keep such record of the issue of the bonds herein authorized as will enable it to file, within

thirty (30) days thereafter, a verified report, as required by the Railroad Commission's General Order No. 24, which order insofar as applicable, is made a part of this order; and

2. That the authority herein granted will become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is Five Hundred and Ninety-seven (\$597.00) Dollars.

DATED at San Francisco, California, this 15th day of April, 1935.

Leon Whitley

M. J. Carr

W. B. Harris

Walter S. ...

Frank R. ...

Commissioners.

Fee \$ 597 ⁰⁰/₁₀₀

RAILROAD COMMISSION
STATE OF CALIFORNIA

APR 17 1935

R. J. Pujari
SECRETARY

Fee # 31766