



authorizing the redemption on September 30, 1937 of all the outstanding six per cent preferred stock and a resolution authorizing the issue and sale of \$2,000,000 of common stock to provide funds to be used to effect the redemption. It appears that the common stock will be purchased at par for cash by Pacific Lighting Corporation and that the remaining funds necessary to complete the payment of the preferred stock will be obtained by applicant from its working cash funds. In this connection the company reports as of June 30, 1937 cash on hand of \$922,699.98, accounts receivable of \$2,032,229.41 and other current assets of \$795,146.10, a total of \$3,750,075.49. Its current liabilities as of the same date aggregate \$1,447,713.99.

The Commission has considered the company's request to issue additional common stock 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 such stock is reasonably required for the purpose specified herein, and that the expenditures for such purpose are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefor,

IT IS HEREBY ORDERED that Southern Counties Gas Company of California be and it hereby is authorized to issue and sell \$2,000,000 par value of its common capital stock at par for cash and to use the proceeds for the purpose of financing in part the cost of paying and redeeming on September 30, 1937 its outstanding six per cent preferred stock, provided:

1. That 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, within thirty days thereafter, a verified report as required by the Railroad Commission's General Order No. 24-A, which order, in so far as applicable, is made a part of this order, and

2. That the authority herein granted shall become effective upon the date hereof.

Dated at San Francisco, California, this 9<sup>th</sup> day of

August, 1937.

Walter H. Hays

James R. Quinn  
Robert H. Hays  
Carl H. Hays  
Commissioners.