

Decision No. 30537

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
CALIFORNIA PUBLIC SERVICE COMPANY)
to issue \$400,000 principal amount)
of bonds and 3,000 shares of no par)
value of common stock at a stated or)
declared value of \$100. per share)
or \$300,000.)

Application No. 20460

ORIGINAL

BY THE COMMISSION:

SECOND SUPPLEMENTAL ORDER

California Public Service Company by Decision No. 29270, dated November 16, 1936, as amended, was authorized, among other things, to issue \$400,000. of first mortgage 5% bonds, Series A, due 1961, and 1,136 shares of no par common stock at \$100. a share in exchange for \$289,000. of first mortgage 5 $\frac{1}{2}$ % bonds and \$224,600. of notes held by Peoples Light and Power Corporation.

The company reported that it was its intention to transfer to the open account indebtedness of Peoples Light and Power Corporation the accrued and unpaid interest on the 5 $\frac{1}{2}$ % bonds to be refunded. It was estimated at that time that the open account indebtedness as of December 31, 1936 would aggregate \$62,508.59.

In a supplemental application filed on January 6, 1938, the company reports that its plans for re-financing, approved by this Commission by said Decision No. 29270, were not approved by the Securities and Exchange Commission until November 15, 1937. It proposes to make the closing adjustments incident to the exchange of securities as of December 31, 1937 and it reports that it will be indebted in the open accounts due Peoples Light and Power Corporation in an amount larger than originally proposed, the additional interest aggregating \$9,734.61 for the year 1937. It further reports that it must modify the form of the indenture of mortgage heretofore filed with this Commission and approved by Decision No. 29324, dated November 30, 1936, so as to provide that the corporate trustee will detach and

cancel coupons appertaining to the new 5% bonds which mature on or before January 1, 1938.

The Commission is asked to authorize the change in the indenture of mortgage and the closing adjustments. This request has been considered and good cause appearing therefor,

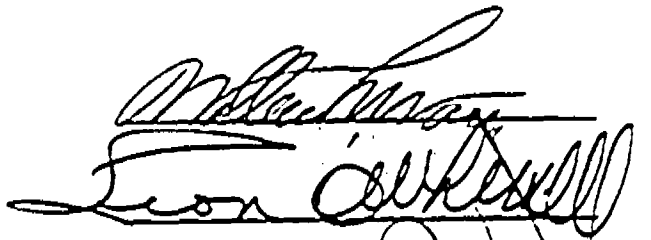
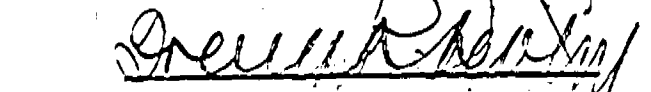
IT IS HEREBY ORDERED as follows:-

1. California Public Service Company may modify the form of indenture of mortgage heretofore approved by the Commission by Decision No. 29324, dated November 30, 1936, so as to insert in Section 10 on page 28 of such indenture of mortgage the following words-

"and except, upon the initial issue of bonds of Series A provided for in Section 15 hereof, any coupons maturing on or after July 1, 1938".

2. California Public Service Company may make the closing adjustments incident to the exchange of its 5% bonds and no par stock for 5½% bonds and notes as authorized by Decision No. 29270, dated November 16, 1936, as amended, as of December 31, 1937 as outlined in its supplemental application filed in this proceeding on January 6, 1938.
3. The orders in Decision No. 29270, dated November 16, 1936, as amended, and in Decision No. 29324, dated November 30, 1936, shall remain in full force and effect except as modified by this supplemental order.

DATED at San Francisco, California, this 17th day of January, 1938.

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Commissioners.