

ORIGINAL

Decision No. 40756

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

AMENDED TITLE

In the Matter of the Application of	)	
PACIFIC GAS AND ELECTRIC COMPANY for	:	
an order of the Public Utilities Com-	)	
mission of the State of California,	:	
authorizing applicant to issue and	)	Application
sell \$75,000,000 face amount of its	:	No. 28706
First and Refunding Mortgage Bonds,	)	(First Supplemental)
Series Q, 2-7/8%, due December 1,	:	
1980, and to use the proceeds thereof	)	
for the purposes specified in this	:	
petition.	)	
-----	:	

FIRST SUPPLEMENTAL ORDER

The Commission by its order in Decision No. 40728, dated September 23, 1947, authorizes Pacific Gas and Electric Company to issue and sell, subject to the provisions of said order, \$75,000,000 of its first and refunding mortgage bonds, Series Q, 2-3/4%, due December 1, 1980.

Because of the decline in the market price of utility bonds, applicant has concluded that the proposed issue of \$75,000,000 face amount of Series Q bonds will be best effectuated if said bonds bear interest at the rate of 2-7/8% per annum in lieu of the previously contemplated rate of 2-3/4%. It therefore asks the Commission to amend and modify the order in Decision No. 40728, dated September 23, 1947, to that effect. It further requests that it be required to publish the invitation for proposals to purchase said bonds only five days before the opening of the bids for the bonds.

The Commission has considered applicant's requests and believes that they should be granted, therefore,

IT IS HEREBY ORDERED that the provision of the order in Decision No. 40728, dated September 23, 1947, reading:

"The Commission having considered the evidence in this proceeding and it being of the opinion that the money, property or labor to be procured or paid for by the issue of \$75,000,000 face amount of first and refunding mortgage bonds, Series Q, 2-3/4%, due December 1, 1980, by Pacific Gas and Electric Company is reasonably required by said Pacific Gas and Electric Company for the purposes herein stated, that the expenditures for said purposes, other than the accrued interest, are not, in whole or in part, reasonably chargeable to operating expenses or to income, and that this application should be granted subject to the provisions of this order, therefore,

"IT IS HEREBY ORDERED as follows:

"1. Pacific Gas and Electric Company may, after the effective date hereof and on or before November 30, 1947, issue and sell at the price fixed by a supplemental order, \$75,000,000 face amount of its first and refunding mortgage bonds, Series Q, 2-3/4%, due December 1, 1980."

be, and the same is hereby, amended to read as follows:

"The Commission having considered the evidence in this proceeding and it being of the opinion that the money, property or labor to be procured or paid for by the issue of \$75,000,000 face amount of first and refunding mortgage bonds, Series Q, 2-7/8%, due December 1, 1980, by Pacific Gas and Electric Company is reasonably required by said Pacific Gas and Electric Company for the purposes herein stated, that the expenditures for said purposes, other than the accrued interest, are not, in whole or in part, reasonably chargeable to operating expenses or to income, and that this application should be granted subject to the provisions of this order, therefore,

"IT IS HEREBY ORDERED as follows:

"1. Pacific Gas and Electric Company may, after the effective date hereof and on or before November 30, 1947, issue and sell at the price fixed by a supplemental order, \$75,000,000 face amount of its first and refunding mortgage bonds, Series Q, 2-7/8%, due December 1, 1980."

IT IS HEREBY FURTHER ORDERED that paragraph "4" of the order in Decision No. 40728, dated September 23, 1947, reading:

"4. Pacific Gas and Electric Company shall publish an invitation for proposals for the purchase of said \$75,000,000 of bonds not less than six (6) days prior to the date fixed for the opening of bids, said invitation for proposals to purchase said bonds to be in form similar to that on file in this application as Exhibit '4-a'."

be, and the same is hereby, amended to read as follows:

"4. Pacific Gas and Electric Company shall publish an invitation for proposals for the purchase of said \$75,000,000 of bonds not less than five (5) days prior to the date fixed for the opening of bids, said invitation for proposals to purchase said bonds to be in form similar to that on file in this application as Exhibit '4-a', except that the interest rate applicable to said Series Q bonds shall be stated as 2-7/8%."

IT IS HEREBY FURTHER ORDERED that this First Supplemental Order is effective upon the date hereof.

Dated at Los Angeles, California, this 29th day of September, 1947.

Harold P. Kule  
Justin F. Craemer  
D. B. Anderson  
Kenneth Potter  
Commissioners