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Decision No. 41701

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
)
 SAN DIEGO GAS & ELECTRIC COMPANY,)
)
 a corporation, for authority to enter)
 into a Loan Agreement, to issue notes)
 pursuant thereto, and to issue and)
 pledge its bonds as collateral secur-)
 ity to secure a part of said loan.)
 -----)

ORIGINAL

Application No. 28038 (First Supplemental)

FIRST SUPPLEMENTAL ORDER

The Commission by Decision No. 39767, dated December 23, 1946, authorized San Diego Gas & Electric Company to execute a loan agreement and to issue its notes pursuant to the terms of the loan agreement in the amount of not exceeding \$8,000,000. (1)

Applicant reports that it has heretofore borrowed from the Banks under the provisions of the loan agreement \$6,400,000, and that it has repaid \$3,200,000, leaving \$3,200,000 of notes outstanding.

Under the loan agreement Applicant had until June 1, 1948, to draw down the balance, to wit, \$1,600,000. It has not drawn down this balance, but may have need for it in the future.

(1)

The following Banks are parties to the loan agreement:

The Anglo California National Bank of San Francisco	\$ 500,000
Bank of America National Trust and Savings Association	5,500,000
The Bank of California, National Association	1,000,000
Central Bank	400,000
The First National Trust and Savings Bank of San Diego	400,000
San Diego Trust & Savings Bank	100,000
Security Trust & Savings Bank of San Diego	100,000

Therefore, it has negotiated with the Banks an agreement whereby, upon the payment to the Banks of a sum equal to $1/4$ of 1% of the amount of unused loans as a standby charge the Banks will extend the availability of said credit until December 1, 1948, and upon the payment of a further standby charge of $1/4$ of 1%, if notice is given to the Banks on or before December 1, 1948, said Banks will extend the credit to June 1, 1949. A copy of the extension agreement is attached to Applicant's first supplemental application as Exhibit "1". Except for the extension of the availability of the unused portion of the aggregate loan and the payment of the standby charges on the unused portion of the loan, the loan agreement of December 2, 1946, remains in full force and effect.

Applicant asks permission to enter into an extension agreement substantially in the form of that filed as Exhibit "1".

The Commission has considered Applicant's request and is of the opinion that this is not a matter on which a hearing is necessary, and that Applicant's first supplemental application should be granted, therefore,

IT IS HEREBY ORDERED that San Diego Gas & Electric Company be, and it is hereby, authorized to enter into an extension agreement substantially in the form of the agreement attached to its first supplemental application as Exhibit "1".

IT IS HEREBY FURTHER ORDERED that within thirty (30) days after the execution of said extension agreement, Applicant shall file with the Commission two (2) copies of the extension agreement executed under the authority herein granted.

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

Dated at San Francisco, California, this 8th day of June, 1948.

R. F. Johnson
Justice F. Coe
James H. Powell
Harold F. Hule
Kenneth Pottel
Commissioners