

ORIGINAL

In the Matter of the Application of
SOUTHERN CALIFORNIA EDISON COMPANY,
a corporation, for authority to
issue and sell Twenty-Five Million
Dollars (\$25,000,000) aggregate
principal amount of its First and
Refunding Mortgage Bonds, Series B,
Due 1973, and to issue and deliver
to Harris Trust and Savings Bank and
Security-First National Bank of
Los Angeles, as Trustees, an indenture
supplemental to the existing trust
indenture dated as of October 1, 1923
as amended and supplemented.

Application No. 29553
(First Supplemental)

The Commission, subject to the provisions of Decision No. 41910, dated August 3, 1948, authorized Southern California Edison Company to issue and sell \$25,000,000 principal amount of its First and Refunding Mortgage Bonds, Series B, Due 1973. The authority is subject to the condition that it will become effective when the Commission has entered a supplemental order fixing the price at which Applicant may sell said bonds and when Applicant has paid the fee prescribed by Section 57 of the Public Utilities Act. Such fee has heretofore been paid.

Applicant, in its first supplemental application, reports that its construction expenses for the last six months of 1948 and for the year 1949 will amount to about \$76,805,640 instead of the \$74,805,640 reported in its original application. Said expenditures are segregated by Applicant as follows:

<u>Item</u>	<u>Amount</u>
New Construction:	
Steam production	\$18,055,372
Hydraulic production	3,842,035
Transmission lines	2,803,246
Transmission substations	4,580,740
Distribution lines	14,824,749
Distribution substations	8,171,564
Other new construction	3,075,326
Engineering, administration and interest during construction	1,473,558
Total new construction	56,826,590
Replacements	19,979,050
Grand total	76,805,640

The order herein will authorize Applicant to use part of the bond proceeds to finance, in part, said construction expenditures.

Applicant further reports that it has publicly invited sealed written bids for the purchase of said \$25,000,000 of bonds, that bids received in response thereto were opened on August 18, 1948, that Applicant accepted the bid for the bonds of the group represented by Halsey, Stuart & Co. Inc., which bid was 100.10% of the principal amount of said bonds plus accrued interest thereon from August 15, 1948, to the date of delivery of, and payment for, the bonds, and that the bonds will bear interest at the rate of 3% per annum, payable semi-annually. Applicant states that the bid accepted provides the lowest annual cost of money to it. Applicant asks permission to sell the said bonds at the bid price stated.

Applicant has filed with its first supplemental application, as Exhibit "B", a copy of its Eighth Supplemental Indenture heretofore filed in this proceeding. The order following will authorize Applicant to execute and deliver an Eighth Supplemental Indenture in form similar to that filed as Exhibit "B". It will also authorize Applicant to issue temporary bonds.

Applicant requests the Commission to amend paragraph 4 of the order in Decision No. 41910, dated August 3, 1948, by including therein the following: "for the acquisition of property

or for the construction, completion, extension or improvement of its facilities". Said paragraph 4 will be amended accordingly.

FIRST SUPPLEMENTAL ORDER

The Commission has considered the first supplemental application of Southern California Edison Company filed in this proceeding and believes that its requests in said first supplemental application should be granted, therefore,

IT IS HEREBY ORDERED as follows:

1. Southern California Edison Company may issue, sell, and deliver, on or before September 30, 1948, at 100.10% of the principal amount thereof plus accrued interest from August 15, 1948, to the date of delivery and payment therefor, said \$25,000,000 principal amount of First and Refunding Mortgage Bonds, Series B, Due 1973, said bonds to bear interest at the rate of 3% per annum, payable semi-annually.
2. Southern California Edison Company may issue, sell, and deliver temporary bonds under the same terms and conditions as those under which it is authorized by Decision No. 41910, dated August 3, 1948, and by this supplemental order, to issue, sell, and deliver definitive bonds but with appropriate variation as to form.
3. Southern California Edison Company may execute and deliver an Eighth Supplemental Indenture in, or substantially in, the same form as the Eighth Supplemental Indenture attached as Exhibit "B" to its first supplemental application in this proceeding.
4. Paragraph 4 of the order in Decision No. 41910, dated August 3, 1948, is hereby amended to read as follows:

Southern California Edison Company shall use the proceeds received from the issue and sale of said \$25,000,000 of bonds to pay expenses incident to the issue and sale of said bonds, to reimburse its treasury for moneys heretofore expended from income or other moneys in its treasury not secured by, or obtained from, the issue of stock or stock certificates or other evidences of interest or ownership, or bonds, notes or other evidences of indebtedness for the acquisition of property or for the construction, completion, extension or improvement of its facilities, and to finance, in part, the acquisition of property and the construction, extension, completion or improvement of its facilities during 1948 and 1949, referred to in its first supplemental application. The accrued interest may be used for general corporate purposes.

5. The authority herein granted is effective upon the date hereof.

Dated at Los Angeles, California, this 18th day of August, 1948.

R. E. Anderson
Justus F. Cramer
Harold P. Hale
Samuel E. Potter
COMMISSIONERS