

ORIGINAL

Decision No. 42665

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 issue	)	
and sell 300,000 shares of its Cumula-	:	
tive Preferred Stock 4½% Series--\$20	)	Application
Par Value, and for an order of this	:	No. 30112
Commission exempting Applicant from the	)	
requirement that such shares be sold at	:	
public bidding.	)	
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FIRST SUPPLEMENTAL ORDER

The Commission by Decision No. 42645, dated March 23, 1949, denied the request of San Diego Gas & Electric Company to issue and sell, on a negotiated basis, 300,000 shares of its cumulative preferred stock, 4-1/2% Series--\$20 par value. The Order of the Commission provides that it will become effective ten days after its date. Applicant has advised the Commission that it has no desire to appeal from said Order.

In order to facilitate the immediate offering of the 300,000 shares of its cumulative preferred stock, 4-1/2% Series, at competitive bidding, applicant requests that said Order be amended so as to authorize applicant forthwith to issue and sell, at competitive bidding, said 300,000 shares of stock; that applicant be not required to publish its invitation for bids more than five days before the date fixed for the opening of the bids, and that applicant be authorized to use the stock proceeds for the purposes set forth in its application. Applicant will publish its invitation for bids as soon as its registration statement is

declared effective for inviting bids, but in no event later than five days prior to the opening of the bids.

The Commission has considered applicant's request and is of the opinion that the money, property or labor to be procured or paid for through the issue of said 300,000 shares of cumulative preferred stock, 4-1/2% Series, is reasonably required by San Diego Gas & Electric Company for the purposes specified herein, and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. San Diego Gas & Electric Company shall publish an invitation for proposals for the purchase of 300,000 shares of its cumulative preferred stock, 4-1/2% Series--\$20 par value, not less than five (5) days prior to the date fixed for the opening of bids, such invitation to be published in the New York and Pacific Coast Editions of The Wall Street Journal. In said invitation, San Diego Gas & Electric Company shall reserve the right to reject any and all bids which it finds to be unsatisfactory.

2. San Diego Gas & Electric Company may issue and sell, at a price fixed by the Commission in a supplemental order, 300,000 shares of its cumulative preferred stock, 4-1/2% Series--\$20 par value, and use the proceeds to pay its expenses incident to the issue and sale of said shares of stock, to reimburse its treasury due to capital expenditures made on or prior to December<sup>31</sup>, 1948, and to pay in part the cost of capital expenditures to be made in 1949.

3. The authority herein granted to invite proposals to purchase said 300,000 shares of stock is effective upon the date hereof. The authority herein granted to issue and sell said 300,000 shares of stock will become effective when the Commission has entered a supplemental order fixing the price at which said shares of stock may be sold.

Dated at San Francisco, California, this 29<sup>th</sup> day of March, 1949.

A. Z. Anderson  
Justice J. Cooney  
Frank Russell  
Harold H. Hale  
Commissioners