

Decision No. 44859

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of SIERRA PACIFIC POWER COMPANY
for an order authorizing it (a) to
execute its Debenture Indenture and
to issue thereunder and sell at
public bidding \$2,500,000 principal
amount of its Debentures due October
1, 1975, and (b) to issue and sell
24,716 additional shares of its
Common Stock, \$15 par value.

Application
No. 31704
(First Supplemental)

FIRST SUPPLEMENTAL ORDER

By Decision No. 44759, dated September 11, 1950, the Commission authorized Sierra Pacific Power Company to issue and sell \$2,500,000 of debentures and 24,716 shares of common stock.

The order of the Commission provided that the authority granted to issue and sell debentures would become effective when the Commission by a supplemental order authorized applicant to execute an indenture defining the terms of said debentures and fixed the price at which applicant should sell the same, and when applicant paid the fee prescribed by Section 57 of the Public Utilities Act. The order further provided that the authority granted to issue and sell shares of common stock would become effective when the Commission fixed the price at which applicant should sell said shares.

Applicant has paid the fee required in connection with the order authorizing the issue and sale of the debentures. In its first supplemental application filed in this proceeding, it reports that it has published invitations for bids for the purchase of said

debentures and that it has accepted a bid at a price of 100.791% with the rate of interest for the debentures fixed at 3-3/8%. It also reports that its board of directors has fixed the subscription price for the 24,716 shares of stock at \$21.00 per share, and that it has entered into an underwriting agreement to issue and sell to underwriters at the same price any of said shares as are not subscribed by its stockholders. It asks the Commission to make its final order in this proceeding authorizing the sale of the debentures and stock under the terms shown.

The Commission has considered this matter and is of the opinion that applicant's requests should be granted, as herein provided; therefore,

IT IS HEREBY ORDERED as follows:

1. Sierra Pacific Power Company may execute an indenture dated October 1, 1950, pursuant to which its proposed debentures are to be issued, in substantially the same form as the indenture filed in this proceeding.
2. Sierra Pacific Power Company may issue and sell the \$2,500,000 of 3-3/8% Debentures due October 1, 1975, which were authorized by Decision No. 44759, dated September 11, 1950, at a price equal to 100.791% of the principal amount thereof plus accrued interest from October 1, 1950.
3. Sierra Pacific Power Company may issue to the holders of its preferred and common stock of record at the close of business on October 3, 1950, transferable warrants evidencing the right to subscribe, at said subscription price of \$21.00 per share, for 24,716 additional shares of common stock on the basis set forth in this application.

4. Sierra Pacific Power Company may issue and sell at said subscription price, such of said 24,716 additional shares of common stock as are subscribed pursuant to subscription rights, and may issue and sell to underwriters at said subscription price such of said 24,716 additional shares as are not subscribed pursuant to said rights.

5. This first supplemental order is effective upon the date hereof.

Dated at San Francisco, California, this 3rd day of October, 1950.

Q. J. J. J. J.
James J. J. J. J.
James J. J. J. J.
Harold J. J. J.
Kenneth J. J. J.
Commissioners