

ORIGINAL

Decision No. 46034

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the First Supplemental)	
Application of LOS GATOS TELEPHONE COMPANY,	:	Application
a corporation, for an order authorizing)	No. 32089
it to issue and sell an additional 20,533	:	(First Supplemental)
shares of its Common Stock.)	
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FIRST SUPPLEMENTAL ORDER

By Decision No. 45349, dated February 13, 1951, the Commission authorized Los Gatos Telephone Company to issue and sell 20,533 shares of its common capital stock at not less than \$16 a share for the purpose of paying indebtedness and of financing the cost of additions to its Los Gatos and Morgan Hill exchanges.

In a first supplemental application filed in this proceeding, applicant reports that it has issued and sold all but 6471 shares of those authorized, and that it has in its treasury an unexpended balance of \$48,655.63. It has requested that it be authorized to deliver the remaining unissued shares of stock in part payment for the properties of A. J. Cain and Della D. Cain located at Novato, and to use a portion of the cash on hand for the same purpose. The transfer of the properties of A. J. Cain and Della D. Cain is authorized by the decision in Application No. 32627.

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

IT IS HEREBY ORDERED as follows:

1. The order in Decision No. 45349, dated February 13, 1951, is modified so as to permit Los Gatos Telephone Company to

issue 6471 shares of the stock authorized by said decision to A. J. Cain and Della D. Cain, at a price of \$16 a share, and to deliver said shares, together with the sum of \$34,430.61 received from the issue and sale heretofore made of shares of stock authorized by said decision for the purpose of paying, in part, the cost of acquiring the telephone properties of A. J. Cain and Della D. Cain.

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

Dated at San Francisco, California, this 1st day of August, 1951.

A. J. Anderson
Justus F. Cravens
Harold P. Kule

Commissioners