

ORIGINAL

Decision No. 47944

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 a Supplemental Indenture :
and issue and sell thereunder)
\$1,500,000 principal amount of a :
new series of its First Mortgage)
Bonds, and (b) to issue and sell :
26,775 additional shares of its)
common stock, \$15 par value. :
-----)

Application
No. 33619
(Third Supplemental)

THIRD SUPPLEMENTAL ORDER

By Decision No. 47590, dated August 19, 1952, the Commission exempted from the provisions of its competitive bidding rule a proposed issue by Sierra Pacific Power Company of \$1,500,000 in principal amount of first mortgage bonds. The bonds will be designated as First Mortgage Bonds, 3 3/4% Series due 1982.

Applicant reports that it has carried on negotiations for the sale of said bonds and is prepared to enter into a bond purchase agreement for the sale of them to Connecticut General Life Insurance Co., Teachers Insurance and Annuity Association of America, Equitable Life Insurance Co. of Iowa and Mutual Trust Life Insurance Co. at a price equivalent to the principal amount plus accrued interest from October 1, 1952, to the date of delivery. It seeks a supplemental order authorizing the sale of such bonds at the price stated and the execution of a third supplemental indenture defining the terms of them.

The application shows that applicant intends to use the proceeds from the sale of the new bonds to refund outstanding bank

loans represented by notes heretofore issued under authorization granted by the Commission by Decision No. 46824, dated March 11, 1952, and to finance in part its 1952 construction program. Information filed with the Commission shows that presently applicant has outstanding \$1,300,000 of such notes.

The Commission has considered this matter and is of the opinion that a further hearing is not necessary and that applicant's request should be granted, as herein provided; therefore,

IT IS HEREBY ORDERED as follows:

1. Sierra Pacific Power Company, on or after the effective date hereof and on or before December 31, 1952, may execute a Third Supplemental Indenture dated as of October 1, 1952, in, or substantially in, the same form as that filed with the third supplemental application in this proceeding.

2. Sierra Pacific Power Company, on or after the effective date hereof and on or before December 31, 1952, may issue and sell \$1,500,000 in principal amount of its First Mortgage Bonds, 3 3/4% Series due 1982, at a price equivalent to the principal amount plus accrued interest from October 1, 1952, to the date of delivery.

3. Sierra Pacific Power Company shall use the proceeds to be received through the sale of said bonds to pay \$1,300,000 of notes heretofore issued under authorization granted by Decision No. 46824, dated March 11, 1952, and to reimburse its treasury and finance, in part, the cost of its 1952 construction program.

4. Sierra Pacific Power Company, within sixty (60) days after the sale of said bonds, shall file with the Commission a

report showing the names of those to whom sold, the amount sold to each, the price received, and the purposes for which the proceeds were expended.

5. The authority herein granted will become effective when Sierra Pacific Power Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is two hundred (\$200.00) dollars.

Dated at San Francisco, California, this 25th day of November, 1952.

[Signature]
President

[Signature]

[Signature]

[Signature]

[Signature]
Commissioners

