

ORIGINAL

Decision No. 47959

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
RUSSIAN RIVER GAS CO.,)
A California Corporation,)
for Authorization to Issue Stock.)
-----)

Application
No. 32018
(Second Supplemental)

SECOND SUPPLEMENTAL ORDER

By Decision No. 46559, dated December 18, 1951, the Commission authorized Russian River Gas Co. to issue its promissory note in the principal amount of not exceeding \$25,769.39 and its shares of common stock of the aggregate par value of \$47,000 in payment for the properties of N. E. Waltenspiel, the total amount of the note and stock being approximately equivalent to the reported net worth of the business as of November 30, 1950.

In its second supplemental application filed in this proceeding, applicant now reports that because of an adjustment in its records the net worth at the time of transfer should be reduced by the sum of \$4,000 and the amount of stock to be issued in acquiring the properties accordingly should be reduced to \$43,000. Applicant shows, however, that it has had paid-in surplus and earnings from operations in excess of \$4,000 since its acquisition of the operations and it desires authority to issue said \$4,000 of stock against those amounts as a stock dividend.

The Commission has given consideration to this second supplemental application and is of the opinion that a further hearing is not necessary and that the request should be granted; therefore,

IT IS HEREBY ORDERED as follows:

1. Russian River Gas Co., on or after the effective date hereof and on or before March 31, 1953, may issue said \$4,000 par value of stock to its present stockholders in reimbursement of its treasury and in cancellation of amounts carried on its balance sheet as paid-in surplus and reserved surplus, in lieu of stock of this amount authorized by Decision No. 46559, dated December 18, 1951, it being the opinion of the Commission that the money, property or labor to be procured or paid for by the issue of such stock is reasonably required by applicant for the purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income.

2. Applicant shall file with the Commission monthly reports as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

3. The authority herein granted will become effective twenty (20) days after the date hereof.

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

R. F. Johnson
President

Justus J. Craven
Harold Hala

Henry H. Patten
John E. Mitchell
Commissioners