

ORIGINAL

Decision No. 49702

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
DOS PALOS TELEPHONE CO., INC., a  
corporation, for authority: )  
: )  
: )

1. To enter into an amendment with  
the United States of America to the  
Telephone Loan Contract dated as of  
May 19, 1952, between Dos Palos Telephone  
Co., Inc., and United States of America; )  
: )  
: )

2. To execute its promissory note or  
notes to United States of America pur-  
suant to the aforesaid amendment in the  
sum of \$461,000.00 in addition to the  
previously authorized sum of \$254,000.00  
provided for in the aforesaid loan agree-  
ment; said note or notes to be secured by  
the existing Mortgage of Realty and  
Chattels; )  
: )  
: )

Application  
No. 34571

3. To apply the proceeds derived from  
said note or notes to the expansion,  
rehabilitation, and improvement of the  
plant and plant facilities of said  
system, and to discharge certain obliga-  
tions of the company. )  
: )  
: )  
----- )

SECOND SUPPLEMENTAL ORDER

On February 11, 1954, Dos Palos Telephone Co., Inc. filed with the Commission a copy of a requisition on the Rural Electrification Administration for an advance of funds in the amount of \$26,824.99 to reimburse its treasury and to finance capital costs.

By Decision No. 47613, dated August 26, 1952, and by Decision No. 49060, dated September 15, 1953, the Commission authorized Dos Palos Telephone Co., Inc. to issue \$715,000 of notes to the United States of America, acting through the Rural Electrification Administration, for the purpose of paying indebtedness and of financing the cost of improvements and additions to its plant and of

extensions to its lines to provide service to new customers. The order in Decision No. 49060 required the company to file with the Commission, for approval, a copy of each requisition for an advance of funds under the loan contract with Rural Electrification Administration.

Heretofore, pursuant to authorization granted by the Commission, the company has drawn down \$114,276.48 of proceeds from the issue of its notes to pay indebtedness, to reimburse its treasury and to finance a portion of its construction program. The amounts comprising its total construction budget, as amended, and the amounts expended and those now requested, are segregated as follows:

	<u>Amended Budget</u>	<u>Expended To Date</u>	<u>Requested Advance</u>
Central office equipment	\$187,200.00	\$ 2,869.64	\$ -
Outside plant	217,213.00	-	-
Station equipment	73,770.00	15,406.00	1,887.11
Land and buildings	48,000.00	-	15,502.53
Engineering	30,401.60	7,939.83	4,935.35
Equipment	5,438.08	5,341.01	-
General overhead-legal	33,005.00	-	4,500.00
Refinancing	82,720.00	82,720.00	-
Contingencies & miscellaneous	37,252.32	-	-
<b>Totals</b>	<u>\$715,000.00</u>	<u>\$114,276.48</u>	<u>\$26,824.99</u>

Upon reviewing the requisition we are of the opinion that an order should be entered approving it; therefore,

IT IS HEREBY ORDERED that the requisition of Dos Palos Telephone Co., Inc. to draw down \$26,824.99 of proceeds from the issue of the notes authorized by Decision No. 47613 and by Decision No. 49060 is hereby approved and Dos Palos Telephone Co., Inc. is hereby authorized to disburse said sum of \$26,824.99 for the purposes indicated in said requisition.

This second supplemental order will become effective upon the date hereof.

Dated at San Francisco, California, this 23<sup>rd</sup> day of February, 1954.

*A. J. [Signature]*  
-President

*Justin J. [Signature]*

*Benjamin [Signature]*

*John E. [Signature]*

*Verne [Signature]*  
Commissioners