

ORIGINAL

Decision No. 49845

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SAN DIEGO GAS & ELECTRIC COMPANY)
a corporation, for authority to issue)
and sell \$17,000,000 principal amount)
of its First Mortgage Bonds, Series E)
due 1984.)
-----)

Application
No. 35143
(First Supplemental)

FIRST SUPPLEMENTAL ORDER

San Diego Gas & Electric Company has reported to the Commission that on March 23, 1954, it published invitations for bids for the purchase of the \$17,000,000 of first mortgage bonds which were authorized by Decision No. 49734, dated March 2, 1954, that pursuant to such invitations it received seven bids and that on March 30, 1954, it accepted a bid which specified an interest rate of 2-7/8% per annum and a price of 98.357% of the principal amount, plus accrued interest, which price will provide the lowest annual cost of money.

Applicant has filed its first supplemental application requesting the Commission to enter an order approving the sale of the bonds at that price. It has set forth in its supplemental application the redemption prices of its bonds and it has requested the Commission to indicate that its supplemental trust indenture may make provision for such prices.

The Commission has considered the supplemental application and is of the opinion that applicant's requests should be granted; therefore,

IT IS HEREBY ORDERED as follows:

1. San Diego Gas & Electric Company may issue and sell the \$17,000,000 of bonds authorized by Decision No. 49734, dated March 2, 1954, at an interest rate of 2-7/8% per annum and at a price of not less than 98.357% of the principal amount, plus accrued interest from April 1, 1954, to the date of delivery and payment therefor, said bonds to be issued initially in definitive form.

2. The Fourth Supplemental Indenture authorized to be executed by said Decision No. 49734 may provide that said bonds shall be redeemable at redemption prices as to be computed or as set forth in the first supplemental application in this proceeding.

3. The authority herein granted will become effective when San Diego Gas & Electric Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$4,500.00.

Dated at San Francisco, California, this 30th day of March, 1954.

R. F. [Signature]
 President

Justice J. Grauer

[Signature]

[Signature]

[Signature]
 Commissioners

