

ORIGINAL

Decision No. 50616

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)	
issue and sell 34,807 additional shares	:	Application
of its common stock, \$15 par value, and)	No. 35752
(b) to execute a Fourth Supplemental	:	(First Supplemental)
Indenture supplemental to its Indenture)	
of Mortgage and to issue and sell there-	:	
under \$4,000,000 principal amount of a)	
new series of its First Mortgage Bonds.	:	
-----)	

FIRST SUPPLEMENTAL ORDER

Sierra Pacific Power Company has filed a supplemental application in the above entitled matter for an order fixing the price for the sale of the 34,807 shares of common stock authorized by Decision No. 50599.

Applicant has reported that it intends to offer the said 34,807 additional shares of common stock to its existing shareholders on the basis of one additional share for each five shares of outstanding preferred stock and one additional share for each ten shares of outstanding common stock held of record at the close of business on October 5, 1954, at a price of \$32.00 a share, the subscription offer to expire on October 22 with the rights to subscribe to be evidenced by transferable subscription warrants.

The company further reports that it has made arrangements to sell any of such additional common shares not subscribed, at the same subscription price, to underwriters. As compensation, applicant will pay the underwriters 40 cents per share for each of the 34,807 additional common shares, plus 95 cents per share for each of said shares purchased from applicant by the underwriters, including shares

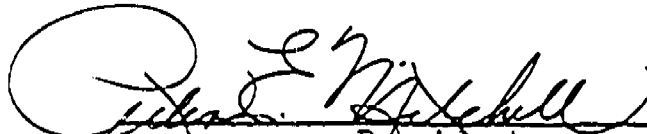
purchased by the underwriters through the exercise of subscription warrants. The underwriters will undertake to resell the unsubscribed stock prior to November 5, 1954, at prices in excess of the subscription price and to pay to applicant 50% of any such excess after deduction of certain expenses.

The Commission has considered this matter and is of the opinion that a final order should be entered with respect to said 34,807 additional shares of common stock; therefore,

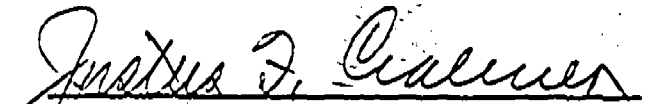
IT IS HEREBY ORDERED as follows:

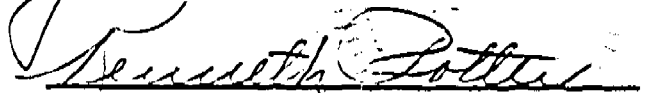
1. Sierra Pacific Power Company may issue and sell the 34,807 additional shares authorized by Decision No. 50599 at a price of \$32.00 a share, under the terms set forth in the first supplemental application, and may issue transferable subscription warrants evidencing the right to subscribe to said shares at \$32.00 each.
2. Sierra Pacific Power Company shall file with the Commission, as soon as available, three copies of its prospectus relating to said shares of common stock.
3. The authority herein granted will become effective upon the date hereof.

Dated at San Francisco, California, this 5th day of October, 1954.

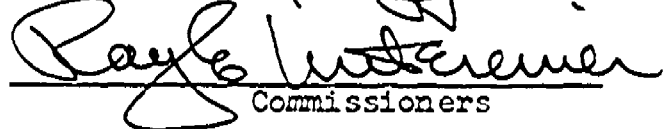


President









Commissioners