

Decision No. 52223

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
PARKER VALLEY TELEPHONE CO., an Arizona
Corporation, for authority:

1. To enter into a loan agreement with
the United States of America under and
pursuant to the Rural Electrification Act
of 1936, as amended, acting through the
administrator of the Rural Electrification
Administration (REA);

2. To execute its promissory notes,
the first one to be in the sum of
\$100,000.00, the total of said notes to
be \$351,000.00;

3. To execute and deliver a mortgage of
realty and chattels covering all of the
properties of applicant as security for the
payment of said obligation;

4. To apply the proceeds derived from
said loan to acquire the present facilities
of the Colorado River Indian Agency, a Field
Office of the Department of the Interior,
Bureau of Indian Affairs of the United States
Government; and to rehabilitate, expand, and
improve the present plant and facilities of
said telephone system, and erect additional
facilities to provide improved and expanded
service.

Application
No. 37119
(and Amendment)

FIRST SUPPLEMENTAL OPINION AND ORDER

By Decision No. 52009, dated October 4, 1955, the Commission
authorized Parker Valley Telephone Co., a corporation, to execute a
loan contract and a mortgage and to issue notes in the principal amount
of \$351,000 to finance the costs of telephone properties.

The costs of the properties were estimated by applicant at
approximately \$370,000. It is reported that E. Floyd Ross, applicant's

president, and Hazel D. Ross will provide the capital, estimated at \$19,500, which will be required in excess of the note proceeds and that they are willing to accept shares of applicant's common stock in evidence of the amounts to be advanced by them.

The Commission has considered this matter and is of the opinion that the money, property or labor to be procured or paid for by the issue of such stock is reasonably required for the purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Parker Valley Telephone Co. may issue not exceeding \$19,500 par value of its stock, at par, on or before June 30, 1956, to finance in part the costs of the telephone properties referred to in this proceeding.
2. Parker Valley Telephone Co. 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 upon the date hereof.

Dated at Los Angeles, California, this 14th day of November, 1955.

[Signature]
President

[Signature]

[Signature]

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Commissioners