

Decision No. 52677

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SOUTHERN CALIFORNIA WATER COMPANY)
for authority to issue its 4-1/4%)
Convertible Subordinated Notes due)
February 1, 1976, in the aggregate)
principal amount of \$2,000,000.)

Application
No. 37678

FIRST SUPPLEMENTAL ORDER

By Decision No. 52617, dated February 14, 1956, the Commission authorized Southern California Water Company to issue and sell not exceeding \$2,000,000 in principal amount of 4-1/4% convertible subordinated notes.

The notes are convertible at the option of the holders into fully paid shares of common stock upon an initial conversion basis of 60 shares of common stock for each \$1,000 of principal to be converted, which basis is equivalent to an initial conversion price of such shares of \$16.66-2/3 a share. The initial conversion basis will be subject to adjustment in the event of certain happenings in order to prevent dilution of the conversion rights.

The company has requested the Commission to issue a supplemental order authorizing it to issue shares of common stock if required to do so upon surrender of notes for conversion. The Commission has considered this request and is of the opinion that it should be granted, that the money, property or labor to be procured or paid for by the issue of shares of common stock for such purpose is reasonably required, 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. Southern California Water Company may issue shares of common stock in exchange for, and upon conversion of, the 4-1/4% convertible subordinated notes authorized by Decision No. 52617, such exchange and conversion to be made upon the conversion basis applicable to said notes.

2. This first supplemental order is effective upon the date hereof.

Dated at San Francisco, California, this 28th
day of February, 1956.

Robert E. McCall
President

James J. Galus

Robert L. ...
W. Hardy

Commissioners