

Decision No. 53244

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of	)	
SIERRA PACIFIC POWER COMPANY	)	Application
	)	No. 37896
for an order authorizing it to issue	)	
and sell (a) 80,500 shares of New	)	
Preferred Stock, and (b) 62,576 shares	)	
of Common Stock, \$7.50 par value.	)	
-----	)	

SECOND SUPPLEMENTAL ORDER

In a supplemental application filed in the above-entitled matter on June 19, 1956, Sierra Pacific Power Company seeks a final order authorizing it to issue and sell 62,576 shares of common stock. A preliminary order with respect to such shares was issued by the Commission in its Decision No. 53023, dated May 8, 1956.

It is the company's intention to offer the 62,576 additional shares of common stock to the holders of its presently outstanding common stock, pursuant to their pre-emptive rights, for subscription on the basis of one share of additional common stock for each 10 shares held of record at the close of business on June 21, 1956. The company will issue transferable warrants evidencing the right to subscribe, which warrants will carry the additional privilege to subscribe for shares not taken through the exercise of the primary rights, such oversubscription to be subject to allotment. The subscription price for each of the shares will be \$20.

To insure the sale of the entire block of stock, applicant proposes to sell at competitive bidding such of said 62,576 shares as are not taken pursuant to the offer to the shareholders. Its

proposed arrangements with respect to the unsubscribed shares call for the sale of such shares at the same price at which they are offered to the shareholders, with the compensation for the underwriters to be determined as a result of the bidding.

The Commission has considered the company's supplemental application and is of the opinion it should be granted; therefore,

IT IS HEREBY ORDERED as follows:

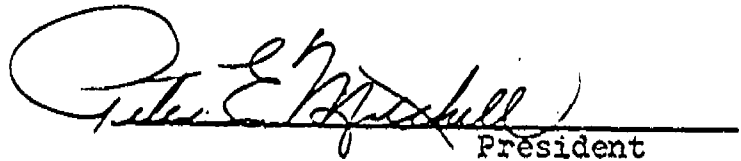
1. Sierra Pacific Power Company may issue to the holders of its outstanding common stock transferable subscription warrants evidencing rights to subscribe, at said subscription price of \$20 per share, to an aggregate of 62,576 additional shares of common stock, par value \$7.50 a share, and carrying additional privileges to subscribe, subject to allotment, at said subscription price, for any of said shares not subscribed for pursuant to such rights.

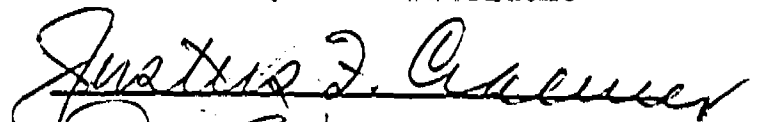

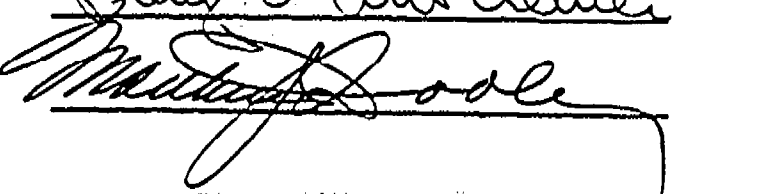
2. Sierra Pacific Power Company may issue and sell, at said subscription price, such of the 62,576 additional shares of common stock as are subscribed for pursuant to such subscription rights and additional subscription privileges.

3. Sierra Pacific Power Company may issue and sell, at said subscription price, to the bidder or bidders submitting the bid specifying the lowest aggregate amount of compensation to be paid by applicant, such of said 62,576 additional shares of common stock as are not subscribed for pursuant to said subscription rights and additional subscription privileges.

4. This second supplemental order is effective on the date hereof.

Dated at San Francisco, California, this 19th day of June, 1956.

  
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President

  
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Commissioners