

ORIGINAL

54258

Decision No. _____

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 execute and deliver
the necessary note and other
documents required by the Rural
Electrification Administration
in connection with an additional
loan of \$74,000.00, which the
R.E.A. has granted.

Application No. 38469

In the matter of the application
of PARKER VALLEY TELEPHONE CO.,
an Arizona Corporation, for
authority:

1. To execute and deliver
the necessary note and other
documents required by the Rural
Electrification Administration
in connection with an additional
loan of \$52,700.00, which the
R.E.A. has granted.

Application No. 38609

O P I N I O N

By the above-entitled applications Parker Valley Telephone Co., an Arizona corporation, seeks authority to issue notes in the aggregate principal amount of \$126,700, and to execute supplemental mortgages amending and supplementing the mortgage dated as of October 1, 1955, executed under the authority of Decision No. 52009, dated October 4, 1955.

Applicant reports that it owns and operates a telephone system furnishing exchange and toll telephone service in the City of Parker and vicinity in Yuma County, Arizona, and in adjacent areas in San Bernardino and Riverside Counties, California, having established such service in California on October 7, 1956.

Under the authority of Decision No. 52009, applicant entered into a loan contract with the United States of America, acting through the Administrator of the Rural Electrification Administration, and issued three notes in the aggregate principal amount of \$351,000 to finance the costs of telephone properties. In order to provide additional services in the State of Arizona and in the State of California applicant desires to increase such borrowings by \$126,700.

From a review of the applications and additional information referred to therein, it is clear that applicant will have need for additional funds for the purpose of financing the extension of its facilities and the erection of new facilities as planned, that such funds are to be obtained through conventional R.E.A. financing, and that we are warranted in entering an order granting applicant's requests. The approval indicated herein is for the issuance of notes and is not to be construed as indicative of amounts to be included in a future rate base for the purpose of determining just and reasonable rates.

O R D E R

The Commission having considered the above-entitled matters and being of the opinion that a public hearing is not necessary, that the applications should be granted, as herein provided, that the money, property, or labor to be procured or paid for by the issue of the notes herein authorized is reasonably required by applicant 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., on and after the effective date hereof and on or before December 31, 1957, may execute a supplemental mortgage, or supplemental mortgages, and may issue not exceeding \$126,700 of its mortgage notes, in substantially the same form as the supplemental mortgage and mortgage note attached to Application No. 38609, and use the proceeds to finance, in part, the cost of its telephone plant.

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 when applicant has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$127.

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

[Signature] President
[Signature]
[Signature]
[Signature]
[Signature] Commissioners

