

ORIGINAL

Decision No. 55223

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 agree-
ment 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 mort-
gage 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
(Second Supplemental)

THIRD SUPPLEMENTAL ORDER.

By Decision No. 52223, dated November 14, 1955, the
Commission authorized Parker Valley Telephone Co. to issue \$19,500
of common stock in payment of sums advanced by its organizers to
meet capital costs which had not been financed with proceeds re-
ceived through R.E.A. note issues.

4. The authority herein granted will become effective on the date hereof.

Dated at San Francisco, California, this 9th day of July, 1957.

President
Paula J. Stevens

Marshall Dooly

R. H. King

E. J. Fox
Commissioners

The company did not issue the stock and the Commission's authorization expired on June 30, 1956. It now reports that its organizers have spent additional sums in investigating the project, in organizing the corporation, in purchasing equipment and installing facilities, and it seeks an order authorizing it to increase its stock financing from \$19,500 to \$24,000.

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 stock herein authorized is reasonably required by applicant corporation for the purposes specified herein, and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income and that the second supplemental application should be granted; therefore,

IT IS HEREBY ORDERED as follows:

1. Parker Valley Telephone Co. may issue not exceeding \$24,000 par value of stock to finance the expenditures referred to in the second supplemental application filed in this proceeding.
2. Parker Valley Telephone Co. shall file with the Commission a report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.
3. The approval herein indicated is for the issue of securities only 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.