

ORIGINAL

Decision No. 55743

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of

SAN DIEGO GAS & ELECTRIC COMPANY,

a corporation, for authority to issue and sell 375,000 shares of its Cumulative Preferred Stock, _____ Series, \$20 par value, and \$12,000,000 principal amount of its First Mortgage Bonds, Series G due 1987, and for an order of this Commission exempting Applicant from the requirement that such shares be sold at public bidding

Application No. 39373
(First Supplemental)

FIRST SUPPLEMENTAL ORDER

By Decision No. 55646, dated October 8, 1957, the Commission, among other things, authorized San Diego Gas & Electric Company to issue and sell not exceeding 375,000 shares of its preferred stock of the par value of \$20 each and of the aggregate par value of \$7,500,000. The order in said decision provides that the authority granted to issue and sell said shares will become effective when the Commission, by supplemental order, has fixed the price at which they may be sold.

Applicant has entered into negotiations for the sale of its shares and in a supplemental application filed in this proceeding on October 28, 1957, asks the Commission to issue a supplemental order authorizing the sale of 375,000 shares at not less than their par value, the shares to provide for cumulative dividends at the rate of not to exceed 5.75% per annum.

In its supplemental application, applicant reports that it proposes to adopt a new form of stock certificate, in order to reflect the new series of preferred shares, which will differ somewhat from the form of the stock certificate presently used. It has set forth the form of the new certificate in its supplemental application and it has requested the Commission to approve the same.

The Commission has considered applicant's requests and is of the opinion they should be granted, therefore,

IT IS HEREBY ORDERED as follows:

1. San Diego Gas & Electric Company, from time to time, may issue stock certificates similar in form to the stock certificate referred to in the first supplemental application in this proceeding.

2. San Diego Gas & Electric Company may issue, sell and deliver to underwriters, at not less than \$20 a share flat, the 375,000 shares of preferred stock which were authorized by Decision No. 55646, dated October 8, 1957, and use the proceeds from the sale of said shares for the purposes set forth in said decision and for the purpose of paying in part, amounts borrowed under its credit agreement.

3. The authority granted by this first supplemental order will become effective upon the date hereof.

Dated at San Francisco, California, this 29th day of October, 1957.

President

Commissioners