

ORIGINAL

Decision No. 506220

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of CALIFORNIA INTERSTATE TELEPHONE
COMPANY for authority to execute
and deliver Third Supplemental
Indenture to 4-3/4% Sinking Fund
Debenture Indenture dated
February 1, 1954.

Application No. 40056

OPINION AND ORDER

California Interstate Telephone Company has filed this application for authorization to execute and deliver a third supplemental trust indenture.

Under authorization heretofore granted by the Commission, California Interstate Telephone Company, among other things, executed a trust indenture and a first and second supplemental indenture and, pursuant to the terms of such instruments, issued and sold \$1,500,000 in principal amount of 4-3/4% debentures to eight institutional investors in order to finance, in part, its capital requirements. The indenture, as amended, provides for certain limitations on the outstanding current and other debt so long as any debentures remain outstanding.

Applicant now desires to amend its indenture so as to permit it to carry as outstanding the indebtedness of \$60,000 which it incurred in the acquisition of the Kernville Telephone Company and it reports that the holders of the outstanding debentures have

expressed their willingness to have the instrument modified in this respect. Applicant has filed, as Exhibit A in this proceeding, a copy of its proposed third supplemental indenture designed to accomplish this modification.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary and that the request of applicant should be granted, therefore,

IT IS HEREBY ORDERED as follows:

1. California Interstate Telephone Company may execute a third supplemental indenture dated as of April 30, 1958, in, or substantially in, the same form as that filed in this proceeding as Exhibit A.
2. Within 30 days after execution of said third supplemental indenture, applicant shall file two copies thereof with the Commission.
3. The authority herein granted will become effective on the date hereof.

Dated at San Francisco, California, this 6th day of May, 1958.

Paul L. Luterer President
William J. Deane
Theodore J. Jenner
Commissioners