

ORIGINAL

Decision No. 58858

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of ROSEVILLE TELEPHONE COMPANY,
California Corporation, for
Authorization to Issue 55,000
Shares of its Common Stock at
\$10.00 Par Value.

Application No. 39091
(First Supplemental)

FIRST SUPPLEMENTAL ORDER

By Decision No. 55181, dated June 25, 1957, the Commission, among other things, authorized Roseville Telephone Company to issue and sell not exceeding 50,000 shares of its common stock, at not less than their par value of \$10 a share, for the purpose of financing the costs of plant additions, improvements and betterments, which costs were estimated at \$325,500 for 1957, \$292,000 for 1958 and \$403,000 for 1959. To date, according to reports filed pursuant to General Order No. 24-A, the company has issued and sold 34,563 of said 50,000 shares at \$12 a share.

In a first supplemental application filed in the above-entitled matter on April 25, 1958, the company reports that it proposes to borrow approximately \$150,000 from a banking institution and to issue notes payable within 12 months from the date of issuance for the purpose of meeting, in part, the plant construction costs referred to in this proceeding pending the receipt of proceeds from the sale of its shares of stock. It therefore has requested

the Commission to modify its former authorization so as to permit it to use such proceeds, when received, to repay such short-term borrowings.

The Commission has considered this first supplemental application and is of the opinion that Decision No. 55181 should be modified as requested, that the money, property or labor to be procured or paid for through the issue and sale of said shares of common stock herein authorized is reasonably required for the purposes specified herein and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,


IT IS HEREBY ORDERED as follows:


1. Roseville Telephone Company may issue and sell the remaining unissued shares of common stock authorized by Decision No. 55181, dated June 25, 1957, at not less than par, on or before June 30, 1959, and use the proceeds to pay outstanding indebtedness and to finance the costs of plant additions, improvements and betterments.


2. Decision No. 55181, dated June 25, 1957, shall remain in full force and effect, except as modified by this first supplemental order.

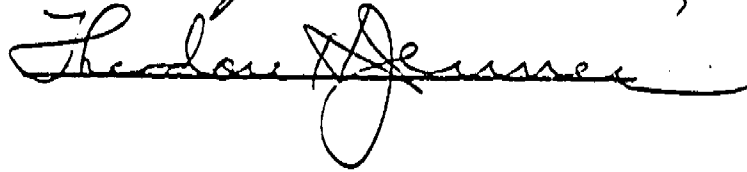
3. The authorization granted in this first supplemental order shall become effective on the date hereof.

Dated at San Francisco, California, this 13th day of May, 1958.



President






Commissioners