

**ORIGINAL**

Decision No. 57185

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application  
of Gilroy Telephone Company, a  
California Corporation, for an  
order authorizing it to enter  
into a Credit Agreement with  
the Bank of America National  
Trust and Savings Association

Application No. 40297

OPINION AND ORDER

This is an application for an order of the Commission authorizing Gilroy Telephone Company to execute a credit agreement with Bank of America National Trust and Savings Association.

The proposed agreement provides that the bank will lend applicant up to \$100,000 on or before December 31, 1959, repayable not later than March 31, 1960, with interest at the rate of 5% per annum payable monthly. Applicant will pay a commitment fee of 1/2 of 1% per annum on the unused portion of the loan until it shall have borrowed the entire \$100,000.

The application shows that applicant does not seek authority from the Commission to borrow money at this time, but will do so at future dates for specific amounts as they are needed.

The Commission has considered applicant's request and is of the opinion that a public hearing is not necessary, and that the application should be granted; therefore,

IT IS HEREBY ORDERED that Gilroy Telephone Company, a corporation, may execute a credit agreement in, or substantially in, the same form as that attached to the application as Exhibit B.

This order shall become effective on the date hereof.

Dated at San Francisco, California, this 19th day of August, 1958.

E. Lynn Fox  
President  
John C. Mitchell  
Wendell J. ...  
Theodore Jensen  
Commissioners