

Decision No. 58385

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of

CENTRAL CALIFORNIA TELEPHONE COMPANY,

a California corporation, for authority (a) to enter into a loan contract 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; (b) to issue and sell its promissory notes to the United States of America in the aggregate principal amount of \$4,125,000, bearing interest at the rate of two per cent per annum; (c) to execute and deliver a mortgage of realty and chattels to secure said promissory notes; (d) to issue and sell 22,000 common shares, par value \$10 per share, at the price of \$10 per share for cash; and (e) to apply all proceeds to the payment of outstanding indebtedness, to finance the acquisition of telephone lines and facilities owned and operated as the White River Telephone Exchange, and to finance additions and betterments.

Application  
No. 40398  
(First Supplemental)

FIRST SUPPLEMENTAL ORDER

By Decision No. 57366, dated September 29, 1958, the Commission authorized Central California Telephone Company, among other things, to execute a mortgage of realty and chattels to the United States of America to secure the payment of promissory notes in the aggregate principal amount of \$4,125,000.

Since the preparation of the form of said mortgage, applicant has acquired the telephone system formerly owned and operated by Walter B. Greig and Thelma Greig under the name of

White River Telephone Exchange. Although the present mortgage contains the hereafter acquired property clause, the United States of America has requested applicant to execute a supplemental mortgage specifically subjecting the properties comprising the White River Telephone Exchange to the lien thereof. Accordingly, applicant has filed a copy of the proposed form of supplemental mortgage and has requested the Commission to enter its order authorizing the execution of same.

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

IT IS HEREBY ORDERED that Central California Telephone Company may execute and deliver to the United States of America, acting by and through the Rural Electrification Administration, a supplemental mortgage of its properties substantially in the same form as Exhibit A, attached to the application herein.

This order is effective upon the date hereof.

Dated at San Francisco, California, this 12th day of May, 1959.

E. Lynn Fox  
President  
W. E. D. [illegible]  
Matthew [illegible]  
Theodore [illegible]  
Commissioners