

ORIGINAL

Decision No. 58455

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
THE WESTERN 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
\$2,456,000, 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 apply the
proceeds realized from said promissory
notes toward the payment and discharge
of outstanding obligations, and to
finance additions and betterments

Application No. 39734
(Requisition for
Loan Funds)

FOURTH SUPPLEMENTAL ORDER

By Decision No. 56269, dated February 25, 1958, the Commission authorized The Western Telephone Company to issue \$2,456,000 of notes to the United States of America, acting through the Rural Electrification Administration, for the purpose of financing the cost of expanding, rehabilitating and improving its facilities and service, and of paying outstanding indebtedness.

The Commission required the company to deposit the proceeds from the issue of the notes in a special bank account. At the outset, the Commission authorized the company to withdraw not to exceed \$906,438 of such proceeds for the purpose of paying debts and of

providing certain preloan engineering and other expenses and directed that the remaining proceeds should be used only for such purposes as it might authorize in a supplemental order, or orders. The Commission required the company to file copies of such requisitions as it might make on the Rural Electrification Administration for the use of such remaining proceeds. By previous supplemental orders in this proceeding, the Commission has authorized the company to disburse an additional \$503,064.30 of such proceeds.

The company now has filed a copy of a requisition for an advance of \$101,355.43 for the purposes of meeting construction expenditures amounting to \$87,810.43 and acquiring \$13,545 of vehicles and work equipment. The company has requested the Commission's approval.

The Commission has considered this matter and is of the opinion that an order should be entered approving the withdrawal of proceeds in the amount of \$101,355.43, therefore,

IT IS ORDERED that the requisition of The Western Telephone Company to draw down \$101,355.43 of the proceeds from the issue of the notes authorized by Decision No. 56269, dated February 25, 1958, hereby is approved, and The Western Telephone Company hereby is authorized to disburse said sum of \$101,355.43 for the purposes indicated in said requisition.

This fourth supplemental order will become effective on the date hereof.

Dated at San Francisco, California,
this 22nd day of May, 1959.

E. Lynn Fox
President
Edw. L. Hatcher
Marion L. Cook
Theodore H. Jensen
Ernest M. Page
Commissioners