

**ORIGINAL**Decision No. 58579

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
 Ducor Telephone Company, a California  
 Corporation, for an order authorizing  
 it to issue and sell \$20,000 of  
 \$10.00 par value common stock.

Application No. 41140

OPINION AND ORDER

Ducor Telephone Company, a corporation, has filed this application for authorization to issue \$20,000 par value of its common stock.

Applicant is engaged, as a public utility, in owning and operating a telephone system furnishing exchange and toll telephone service in the unincorporated town of Ducor and surrounding territory in Tulare County. Its balance sheet filed with the Commission shows its net recorded investment in telephone plant as of January 1, 1959, at \$36,922.37 and its indicated sources of funds to finance its plant as follows:

Current liabilities -		
Accounts payable	\$20,000.00	
Other current liabilities	642.69	
	<u>20,642.69</u>	
Less - current assets	1,738.08	
Net current liabilities		\$18,904.61
Long-term debt		4,699.71
Common stock and surplus		<u>13,318.05</u>
Total		<u>\$36,922.37</u>

The outstanding accounts payable of \$20,000 represent amounts obtained from applicant's president and principal stockholder. The requested stock issue will be used to liquidate this outstanding indebtedness.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the money, property or labor to be procured or paid for through the issue of the stock herein authorized is reasonably required for the purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Ducor Telephone Company, a corporation, on and after the effective date hereof and on or before September 30, 1959, may issue and sell \$20,000 par value of its common stock, at par, for the purpose set forth in this application.

2. Ducor Telephone Company shall file with the Commission a report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

3. The authorization herein granted is for the issue of stock and is not to be construed as indicative of amounts to be included in a future rate base for the purpose of determining just and reasonable rates.

4. The authority herein granted shall become effective on the date hereof.

Dated at San Francisco, California,  
this 16th day of June, 1959.

C. Leo Fox  
President  
W. L. Mitchell  
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Commissioners