

ORIGINAL

Decision No. 58878

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of
PACIFIC GAS AND ELECTRIC COMPANY for
an order authorizing it to issue and
sell \$65,000,000 aggregate principal
amount of its First and Refunding
Mortgage Bonds, Series EE, due
June 1, 1991, and to use the proceeds
thereof for the purposes stated in
this petition.

Application No. 41326

FIRST SUPPLEMENTAL ORDER

By Decision No. 58855, dated August 11, 1959, Pacific Gas and Electric Company was authorized to issue and sell \$65,000,000 of bonds at competitive bidding.

In the Opinion of said decision, there is set forth the formula for determining redemption prices for the bonds as it appeared in the proposed form of a public invitation for bids which was attached to the application as Exhibit D. The formula for determining redemption prices therein set forth and as shown in the Opinion of Decision No. 58855 is as follows:

The redemption price to and including May 31, 1960 (hereinafter referred to as the "initial redemption price"), will be the initial public offering price plus 5% of the principal amount; the redemption price for the twelve months' period beginning June 1, 1960 and during the twelve months' period beginning on each June 1 thereafter to and including the period ending May 31, 1990, will be determined by reducing the initial redemption price by an amount determined by multiplying (a) 1/30th of the amount by which such initial redemption price exceeds 100% by (b) the number of such full twelve months' periods which have elapsed since May 31, 1959; (all of such prices will be specified to the nearest 0.01% or, if there is no nearest 0.01%, then to the next higher 0.01%; plus, in each case, an amount equal to all accrued and unpaid interest thereon to and including the date of redemption.

It now appears that the formula for determining redemption prices set forth in the Opinion of Decision No. 58855 should be modified to read as follows:

The redemption price to and including May 31, 1960 (hereinafter referred to as the "initial redemption price"), will be the initial public offering price plus 5% of the principal amount, or 105% of the principal amount, whichever is greater; the redemption price for the twelve months' period beginning June 1, 1960 and during the twelve months' period beginning on each June 1 thereafter to and including the period ending May 31, 1990, will be determined by reducing the initial redemption price by an amount determined by multiplying (a) 1/31st of the amount by which such initial redemption price exceeds 100% by (b) the number of such full twelve months' periods which have elapsed since May 31, 1959; (all of such prices will be specified to the nearest 0.01% or, if there is no nearest 0.01%, then to the next higher 0.01%); plus, in each case, an amount equal to all accrued and unpaid interest thereon to and including the date of redemption.

Good cause appearing,

IT IS HEREBY ORDERED as follows:

1. The Opinion of Decision No. 58855, dated August 11, 1959, insofar as it relates to the formula for determining redemption prices, shall be modified to the extent necessary to conform to the changes set forth in this first supplemental order.
2. The provisions of Decision No. 58855, dated August 11, 1959, shall remain unchanged, except to the extent modified by this first supplemental order.

3. The authority herein granted will become effective on the date hereof.

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

Elliott B. Page

President

C. L. Fox

Theodore H. Jenner

Commissioners