

Decision No. 59869

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of CALIFORNIA INTERSTATE TELEPHONE
COMPANY for authority to execute
and deliver Fourth Supplemental
Indenture to 4-3/4% Sinking Fund
Debenture Indenture dated
February 1, 1954.

Application No. 42028

OPINION AND ORDER

On March 11, 1960, California Interstate Telephone Company filed this application for authorization to execute and deliver a supplemental trust indenture.

Under authorization heretofore granted by the Commission, California Interstate Telephone Company executed a trust indenture, dated as of February 1, 1954, and three subsequent indentures supplemental thereto, and, pursuant to the terms of such instruments, issued and sold \$1,500,000 in principal amount of 4-3/4% debentures to finance, in part, capital requirements. The indenture, as amended, provides that so long as any debentures remain outstanding, applicant cannot incur bank loans in excess of \$2,500,000.

Applicant now desires to further amend its indenture so as to increase its short-term bank borrowing limits to 50 per cent of the net worth of the company. The institutional investors, eight in number, who hold all of the outstanding debentures, are

willing to modify the indenture in this respect. A copy of the proposed indenture incorporating this change has been filed as Exhibit A.

The Commission has given consideration to this matter and is of the opinion that a public hearing is not necessary and that the application should be granted, therefore,

IT IS HEREBY ORDERED as follows:

1. California Interstate Telephone Company may execute a Fourth Supplemental Trust Indenture, dated as of March 1, 1960, to be in, or substantially in, the same form as that filed in this proceeding as Exhibit A.

2. Within 30 days after the execution of aforesaid supplemental trust indenture, applicant shall file two copies thereof with the Commission.

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

Dated at San Francisco, California, this 5th day of April, 1960.

[Signature]
 President

[Signature]

[Signature]

[Signature]
 Commissioners