

LAM

Decision No. 82937

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the Application)
of THE PACIFIC TELEPHONE AND)
TELEGRAPH COMPANY, a corporation,)
)
for an order authorizing it (a))
to issue and sell \$200,000,000)
principal amount of Thirty-Seven)
Year Debentures due June 15,)
2011, and (b) to execute and)
deliver an Indenture to be)
dated as of June 15, 1974.)

Application No. 54777
Petition for Modification
(Filed May 24, 1974)

FIRST SUPPLEMENTAL OPINION

By Decision No. 82781, dated April 23, 1974, in the above-entitled matter, the Commission authorized The Pacific Telephone and Telegraph Company to execute and deliver an indenture and to issue and sell, at competitive bidding, \$200,000,000 aggregate principal amount of its Thirty-Seven Year Debentures due June 15, 2011.

Petitioner seeks authority to make appropriate changes in the proposed documents in order to retain flexibility with respect to the issuance, maturity and interest payment dates so as to reflect the actual offering date, and to increase the offering to \$250,000,000.

After consideration the Commission reaffirms its findings in said Decision No. 82781 and further finds that the proposed changes are reasonable. On the basis of these findings we conclude that the petition should be granted. A public hearing is not necessary.

The authority herein granted is for the purpose of this proceeding only and is not to be construed as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

FIRST SUPPLEMENTAL ORDER

IT IS ORDERED that Ordering Paragraphs Nos. 1, 2, 3 and 8 of Decision No. 82781 are hereby amended to read as follows:

1. The Pacific Telephone and Telegraph Company may execute and deliver an indenture in substantially the same form as Exhibit B attached to Application No. 54777 with appropriate changes in the issuance, maturity and interest payment dates in Exhibit B to reflect the actual offering date in the issue and sale of not exceeding \$250,000,000 of Thirty-Seven Year Debentures.

2. The Pacific Telephone and Telegraph Company may invite the submission of written sealed bids for the purchase of not exceeding \$250,000,000 aggregate principal amount of its Thirty-Seven Year Debentures.

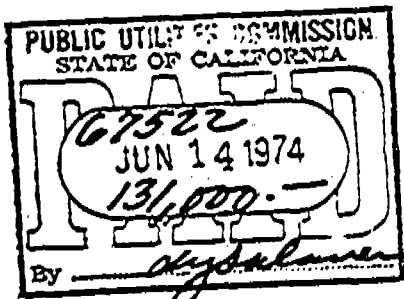
3. The Pacific Telephone and Telegraph Company may issue and sell said debentures in the aggregate principal amount of not exceeding \$250,000,000 at the price offered in a bid which would result in the lowest cost of money to applicant calculated in the manner provided in the Standard Statement of Terms and Conditions Relating to Bids filed in this proceeding as a part of Exhibit C.

8. This order shall become effective when The Pacific Telephone and Telegraph Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$131,000.

The effective date of this First Supplemental Order is the date hereof.

Dated at San Francisco, California, this 29th day of MAY, 1974.

Yuan L. Spang
President
William Spang
[Signature]
[Signature]
Commissioners



Commissioner J. P. Vukasin, Jr., being necessarily absent, did not participate in the disposition of this proceeding.