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Decision No. 12001.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
COAST LINE STAGES, INC. ) Application Number 8870  
for a permit to issue stock. )

W. W. Allen, for Applicant.

BRUNDIGE, Commissioner.

OPINION

COAST LINE STAGES, INC. asks permission to issue \$25,000.00 of common capital stock.

On January 10, 1920 W. W. Allen and J. Olinsky organized a co-partnership under the name of COAST LINE FREIGHT AND STAGE COMPANY. The partnership has, since the date of its organization, been engaged in operating a stage line between Fort Bragg Mendocino County, and Cazadero, Sonoma County. Each of the co-partners is the owner of a one half interest in the co-partnership properties and business. It is the intention of the co-partners to transfer their interests in the co-partnership properties and business to the COAST LINE STAGES, INC. Of the \$25,000.00 of stock, \$12,400.00 will be issued to W. W. Allen; \$12,400.00 to J. Olinsky; and \$200.00 to W. H. Schultz.

As of December 31, 1922 the assets and liabilities of the co-partnership are reported as follows:-

ORIGINAL

A S S E T S

Automobile equipment -----	\$17,200.00
Wagons, harness and equipment -----	600.00
Live Stock -----	300.00
Garage equipment at Fort Bragg, Calif. ----	3,500.00
Real Estate and Improvements -----	800.00
Stock of auto supplies, parts, etc. -----	1,500.00
Accounts receivable (Good) -----	1,022.74
Cash -----	73.72
TOTAL -----	<u>\$25,496.46</u>

L I A B I L I T I E S

NOTES PAYABLE:

The Coast National Bank of Fort Bragg -----	\$ 5,000.00
Reo Motor Car Company -----	1,566.00
Accounts payable (Current) -----	991.34
TOTAL -----	<u>\$ 7,557.34</u>

It is of record that the assets reported do not include all of the properties that are to be transferred to the corporation and that since December 31, 1922 several thousand dollars have been expended for additional equipment, materials and supplies.

Because of additional expenditures for equipment, materials and supplies, I believe that applicant may properly be permitted to issue \$25,000.00 of stock and assume the payment of indebtedness in the amount of \$7,557.34. In this connection it might be mentioned that the original cost of the auto and stage equipment which will be transferred to the corporation is reported at \$45,400.00.

I herewith submit the following form of order:-

O R D E R

COAST LINE STAGES, INC. having applied to the Railroad Commission for permission to issue \$25,000.00 of stock and to assume the payment of indebtedness, a public hearing having been

held and the Commission being of the opinion that the money, property or labor to be procured or paid for by the issue of such stock is reasonably required by applicant and that this application should be granted as herein provided; therefore-

IT IS HEREBY ORDERED that COAST LINE STAGES, INC. be, and it is hereby authorized to issue at not less than par, \$25,000.00 of stock and assume the payment of not exceeding \$7,557.34 of indebtedness, all for the purpose of acquiring all the properties owned by the Coast Line Freight and Stage Company, together with \$200.00 in cash, said cash to be obtained from the sale of two shares of stock to W. J. Schultz, or his assigns.

The authority herein granted is subject to further conditions as follows:-

1. -- Coast Line Stages, Inc. shall keep such record of the issue and sale of stock herein authorized and of the disposition of the proceeds as will enable it to file on or before the 25th day of each month a verified report, as required by the Railroad Commission's General Order No. 24, which order in so far as applicable, is made a part of this order.
2. -- The authority herein granted will become effective upon the date hereof and will expire on September 1, 1923.

The foregoing Opinion and Order are hereby approved and ordered filed as the Opinion and Order of the Railroad Commission of the State of California.

DATED at San Francisco, California, this 2d day of May, 1923.

Chas. H. Whittney  
H. B. Bond  
Dwight Martin  
J. J. Whittney  
Commissioners