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Decision No. 15491.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
PACIFIC WAREHOUSE COMPANY, INC.,)
for an order authorizing the issue)
of stock.)

Application No. 11725

John C. Beale, for applicant.

BY THE COMMISSION:

O P I N I O N

In this application the Railroad Commission is asked to make an order authorizing Pacific Warehouse Company, Inc., to issue 2000 shares of its capital stock of the aggregate par value of \$20,000-

The application indicates that the company was organized on or about September 12, 1925, primarily for the purpose of engaging in the general warehousing business in San Francisco. To that end it proposes to acquire from R. J. Roesling the properties and business now operated by him under the firm name and style of The Pacific Warehouse Company.

It appears that on April 1, 1925 R. J. Roesling leased for a period of ten years at a monthly rental of \$450., a three story brick building located at Fifth and Townsend Streets, San Francisco, which formerly had been used by Caldwell Warehouse Company, and to date has invested approximately \$6,000. in purchasing equipment and putting the properties and business into operation. The actual operations, which are under the direction of Mr. S. L. Groom, commenced during May, 1925, and from that time until the middle of Sep-

tember, \$1,126.01 was collected from storage and \$1,383.94 expended for operating purposes, leaving a deficit of \$257.93. It appears, however, that the volume of business is increasing monthly, at present, the revenues approximating \$500. monthly. The building, which has an aggregate floor space of about 35,000 square feet, is said to be one third full.

It is proposed to assign the lease of the warehouse building to the applicant, which proposes, subject to the approval of the Commission, to issue \$11,250. of its stock to R.J. Roesling and S.L. Groom in reimbursement of moneys advanced and time and services devoted in organizing and developing the business and putting it into operation, and in purchasing equipment. Applicant also proposes to issue and sell the remaining \$8,750. of stock, or a portion thereof, if found necessary, to provide working capital.

The company's Articles of Incorporation, a copy of which is filed in this proceeding, provide for an authorized capital stock of \$20,000., divided into 2,000 shares of the par value of \$10. each, all common. The present application involves the issue of all the authorized stock, and in our opinion should be granted, subject to the conditions of the following order:-

O R D E R

Pacific Warehouse Company, Inc., having applied to the Railroad Commission for permission to issue \$20,000. of stock, a public hearing having been held before Examiner Fankhauser and the Commission being of the opinion that the application should be granted, as herein provided, and that the issue of \$20,000. of stock is reasonably required by applicant;

IT IS HEREBY ORDERED that Pacific Warehouse Company, Inc. be, and it hereby is, authorized to issue \$11,250. of its capital stock to R.J.Roesling and S.L.Groom in reimbursement of moneys advanced and in payment for time and services devoted in organizing and developing the warehouse business, to which reference is made in the foregoing opinion, and in purchasing warehouse equipment.

IT IS HEREBY FURTHER ORDERED that Pacific Warehouse Company, Inc., be, and it is hereby, authorized to issue and sell at not less than par, \$8,750.00 of its capital stock, or so much thereof as may be necessary, to provide working capital.

The authority herein granted is subject to the following conditions:-

1. Pacific Warehouse Company, Inc., shall keep such record of the issue, sale and delivery of the 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, but under such authority no stock may be issued after June 30, 1926.

DATED at San Francisco, California, this 5th day of October, 1925.

H. P. ...
C. ...
Leon ...
Commissioners.