

ORIGINAL

IRA

Decision No. 15573

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)  
WESTERN WAREHOUSE AND TRANSFER )  
                                          COMPANY )  
for an order authorizing the issue )  
and sale of stock. )

Application No. 11757

Dana R. Weller by C. F. Culver, for applicant.

BY THE COMMISSION:

O P I N I O N

Western Warehouse and Transfer Company in this application as amended at the hearing, asks the Railroad Commission to make an order authorizing it to issue \$125,000. par value of common stock and assume the payment of indebtedness in the amount of \$95,800.

Applicant has an authorized stock issue of \$125,000. divided into 1,250 shares of the par value of \$100. It is of record that applicant is engaged in the conduct of a warehouse and transfer business and particularly in the storage and hauling of flour, sugar, cereals and other foods in sacks in and about the City of Los Angeles. Applicant's president, George F. Schneider,

has been engaged in the warehouse business for the past four years and in the transfer business the past eight years. The Western Warehouse and Transfer Company asks permission to issue to George F. Schneider \$30,000. of stock in payment for his warehouse and transfer properties and business. The properties are described in applicant's Exhibit "A", as follows:-

Cash in bank . . . . .	\$1,304.48
Cash on hand . . . . .	1.48
Accounts receivable. . . . .	5,059.42
Furniture and Fixtures . . . . .	486.13
Equipment. . . . .	2,892.16
Land and building. . . . .	2,800.00
Auto trucks. . . . .	14,486.05
Good will. . . . .	<u>2,970.28</u>

Total.....\$30,000.00

The Western Warehouse and Transfer Company also proposes to purchase a newly constructed warehouse situate on the following real property:-

That portion of Lot Three (3), Tract Two Hundred Seven (207), as per map recorded in Book 13, page 168 of Maps, Records of Los Angeles County, California, described as

Commencing at the Southeasterly corner of said Lot 3, thence North 7 degrees 01' 04" West 194.61 feet, thence South 70 degrees 28' 56" West 202.55 feet, to the true point of beginning:-

Thence South 70 degrees 28' 56" West 224.93 feet, thence North 19 degrees 33' 16" West 110 feet, thence North 70 degrees 28' 56" East 225 feet, thence South 19 degrees 31' 04" East 110 feet, to said point of beginning.

It has agreed to pay for the land and building \$118,800. of which sum \$23,000. has already been paid by George F. Schneider and W. J. Maxey, incorporators of applicant. They have agreed to accept at par in payment for the money advanced by them for

the benefit of the corporation \$23,000. of the corporation's common capital stock. The balance of the purchase price is represented by a mortgage of \$48,000. to the Pacific Southwest Trust and Savings Bank payable three years after July 10, 1925, with interest at seven percent per annum payable quarterly and by a trust deed to The Austin Securities Company dated July 10, 1925, securing the payment of \$47,800. payable in installments of \$943. per month, which include interest at the rate of seven percent per annum on the unpaid balance of the principal. It is estimated that the monthly payments will retire the trust deed in five years. The Western Warehouse and Transfer Company asks permission to assume the payment of the debt secured by the mortgage and the debt secured by the trust deed.

Applicant further asks permission to issue and sell at par \$72,000. of its common stock. It is of record that approximately \$47,800. of the proceeds will be used to pay part of the indebtedness assumed and \$24,200. will be used to acquire additional warehouse and transfer equipment and provide applicant with necessary working capital.

#### O R D E R

Western Warehouse and Transfer Company having applied to the Railroad Commission for permission to issue \$125,000. of stock and assume the payment of \$95,800. of indebtedness, a public hearing having been held before Examiner Fankhauser and the Railroad Commission being of the opinion that the money, property or labor to be procured or paid for by the issue of stock and the

assumption of the indebtedness is reasonably required by applicant and that this application should be granted as herein provided, therefore,

IT IS HEREBY ORDERED that the Western Warehouse and Transfer Company be, and it hereby is, authorized to issue at not less than par \$125,000. par value of its common capital stock and assume the payment of the indebtedness of not exceeding \$95,800. referred to in this application.

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

1. Of the stock herein authorized to be issued \$30,000. shall be delivered to George F. Schneider in full payment for the properties and assets described in Exhibit "A" attached to the petition.
2. Of the stock herein authorized to be issued \$23,000. may be delivered to George F. Schneider and W. J. Maxey to reimburse them for the \$23,000. expended in part payment of the warehouse properties which applicant intends to acquire.
3. The proceeds obtained from the sale of the remaining \$72,000. shall be used to pay indebtedness, acquire additional equipment necessary to conduct applicant's warehouse and transfer business and provide applicant with working capital.

