

Decision No. 16427

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
 SAN RAFAEL FREIGHT AND TRANSFER COMPANY)
 for an order authorizing the issue)
 of additional common stock.) Application No. 12580

William C. Beuttel, for applicant.

BY THE COMMISSION:

O P I N I O N

San Rafael Freight and Transfer Company asks permission to issue and sell at not less than par \$50,000. of its common capital stock and use the proceeds to acquire an additional freight boat, new trucks and to pay notes and accounts payable.

Applicant has an authorized stock issue of \$50,000. of which \$20,000. is now outstanding. Its indebtedness as of December 31, 1925, is reported as follows:-

Note payable - - - - -	\$8,664.14
Accounts payable - - - - -	5,752.86
Mercantile Trust Co. overdraft - - -	1,300.92
Bank of Sausalito overdraft- - -	9.05
Due on C.C.D. shipments- - - - -	132.30
Due on A.H.Marx, on salary acct.-	1,177.46

A. E. Marx, President of San Rafael Freight and Transfer Company, testified that it is necessary for the company to

acquire an additional boat to take care of new business which he feels can be developed. It is proposed that the company acquire a scow at a cost of \$2,000., convert the scow into a barge at a cost of about \$1,500., acquire a tugboat at \$2,500. and install a new engine and equipment at a cost of \$2,000., making a total expenditure for the barge and tugboat of \$8,000. He further testified that three of the company's trucks are in such poor condition that the expense of maintaining the same does not warrant the company to continue their operation. It is proposed to acquire in lieu of the three trucks which are to be withdrawn from service, a new Fageol truck at a cost of \$5,800., a Graham truck at a cost of about \$2,000. and to acquire, if applications now before the Commission for additional operative rights to operate are granted, two additional Fageol trucks. The total cost of the equipment to be acquired by applicant to handle properly its business over present routes is estimated at \$13,800. It is of record that if applicant is successful in selling its stock it will use the proceeds to acquire such additional equipment as it may need and then apply the remainder to the payment of indebtedness.

ORDER

San Rafael Freight and Transfer Company having applied to the Railroad Commission for permission to issue \$30,000. of stock, 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 such stock is reasonably required by applicant and that this application should be granted, as herein provided, therefore,

IT IS HEREBY ORDERED that the San Rafael Freight and Transfer Company be, and it is hereby, authorized to issue and sell on or before November 1, 1926, at not less than par \$30,000. par value of its common capital stock and use the proceeds to purchase a barge and tugboat and acquire additional trucks referred to in the foregoing opinion and to pay part of its outstanding indebtedness.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective upon the date hereof and that applicant shall keep such record of the issue and delivery of the stock as will enable it to file within thirty days after such issue and delivery a verified report as required by the Railroad Commission's General Order No. 24, which order insofar as applicable is a part of this order.

DATED at San Francisco, California, this 7th
day of April, 1926.

H. B. Brundage

C. L. Bruce

Ernest Wood

Commissioners.