

San Francisco Bay, and certain properties used in connection with such transportation. By Decision No. 16339, dated March 30, 1926, in this proceeding, the Commission authorized Drayage Service Corporation and R. E. Rasmussen and J.C.Svane to transfer to applicant their operative rights and such properties which were described in Exhibits "A" and "B" attached to the application. Reference is made to that decision for a more complete description of the operative rights.

This decision will cover the issue of stock to finance the cost of the physical properties. The corporation has an authorized capital stock of \$250,000.00, divided into 2500 shares of the par value of \$100.00 each, all common; and it asks permission at this time to issue \$41,100.00 in payment of the properties of Drayage Service Corporation and \$43,300.00 in payment of the properties of R.H.Rasmussen and J.C.Svane.

The properties are described in some detail in Exhibits "A" and "B". Summarized, they include the following:-

Drayage Service Corporation:		
Furniture and Fixtures	\$135.20	
Improvements on leased properties	2,088.53	
Automobiles	<u>38,917.95</u>	
Sub-total		\$41,141.68
R. H. Rasmussen and J.C.Svane:		
Horses	2,775.00	
Automobiles	36,021.65	
Wagons and harness	4,473.75	
Miscellaneous equipment	<u>58.37</u>	
Sub-total		<u>43,328.77</u>
Total.....		<u><u>\$84,460.45</u></u>

The automobiles to be acquired from Drayage Service Corporation include two Acason 2-1/2 ton tractors, one Buick 1-1/2 ton tractor, one G.M.C. 3-1/2 ton truck, one G.M.C. 5-ton truck, one Mack 1-1/2 ton tractor, one Federal 2-1/2 ton truck, four Federal

1-1/2 ton trucks, four special two wheel trailers and three Lapeer two wheel trailers; a total of eleven trucks and tractors and seven trailers. The automobiles to be acquired from R.H.Rasmussen and J.C.Svane include one Ford Coupe, one Fordson tractor, one Autocar 2-ton truck, one Autocar 3-ton truck, one Federal 1-1/2 ton truck, one Fageol 2-1/2 ton truck, eight Mack 2-ton trucks and one special two wheel trailer; a total of thirteen trucks and tractors, one coupe and one trailer. The prices set forth in the exhibits are based on appraisals made by the American Appraisal Company and are said to represent the replacement cost less depreciation estimated to have accrued. The properties will be transferred free and clear of all liens and indebtedness.

FIRST SUPPLEMENTAL ORDER

Inter-Urban Express Corporation, having applied to the Railroad Commission for permission to issue \$84,400.00 of stock, a public hearing having been held before Examiner Fankhauser and the Railroad Commission being of the opinion that the issue of the stock is reasonably required by applicant and that the request should be granted as herein provided,

IT IS HEREBY ORDERED that Inter-Urban Express Corporation be, and it is hereby, authorized to issue not exceeding \$84,400.00 of its common capital stock and deliver \$41,000.00 thereof to the Drayage Service Corporation in payment for the properties described in Exhibit "A" attached to the petition herein, and \$43,300.00 to R.H.Rasmussen and J.C.Svane, doing business under the firm name and style of Santa Fe Express and Drayage Company in payment for the properties described in Exhibit "B" attached to the petition herein, provided that none of said stock may be delivered unless the properties described in said Exhibits "A" and "B" are transferred to Inter-Urban Express Corporation free and clear of all liens or encumbrances.

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

1. The par value of stock herein authorized to be issued shall not hereafter be urged before this Commission or other court or public body having jurisdiction, as a measure of value of the properties described in said Exhibits "A" and "B" for the purpose of fixing rates or for any purpose other than this transfer.
2. Drayage Service Corporation and R.H.Rasmussen and J.C.Svane shall file with the Commission as soon as possible, a financial statement for the period from January 1, 1926 to the date they transferred their operations to applicant, such statements to be filed on the annual report forms provided by the Commission.
3. Inter-Urban Express Corporation shall keep such record of the issue of the stock herein authorized 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 insofar as applicable, is made a part of this order.
4. The authority herein granted shall become effective upon the date hereof.

DATED at San Francisco, California, this 12th day of April, 1926.

H. B. Sandiger
C. S. Sauer
Ernest A. Doty
Leon A. Whittell

Commissioners.