

Decision No. 18316-

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 FIDELITY WAREHOUSE CORPORATION. )  
 a corporation, for an order approv- ) Application No. 13671  
 ing sale of its securities. )

H. H. Reeves, for applicant.

BY THE COMMISSION:

**ORIGINAL**

OPINION and ORDER

Fidelity Warehouse Corporation, organized under and by virtue of the laws of the State of California on August 31, 1925, asks permission to issue and sell at par 100 shares (\$10,000. par value) of its common capital stock of the par value of \$100. per share and use the proceeds for working capital.

The Fidelity Warehouse Corporation has been organized by the Pacific National Agricultural Credit Corporation. Its Articles of Incorporation authorize applicant, among other things,

"To acquire, build, construct, purchase, lease, sell, maintain and conduct warehouses for the receiving and storage of dried fruits of every kind, green fruits, grain, hay and crops of every kind, miscellaneous merchandise, goods, chattels and personal property of all kinds and descriptions, and to issue warehouse receipts for all such property received by it for storage, and to perform any and all acts connected with the receiving, storage and warehousing of any and all of the above kinds of property. "

The company filed rates with the Commission on November 23, 1925. The storage rates now on file cover dried fruit, canned fruit and canned vegetables. It is of record that applicant is not holding itself out as being engaged in a general warehouse and-

business. It is acting as a custodian warehouseman for banks and others who advance cash on warehouse receipts.

Though the company may be engaged primarily in custodian warehousing, it, according to the record, operates as a public utility. As such it may charge only the rates on file with the Commission.

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 the \$10,000.00 of stock referred to in this application, is reasonably required by applicant, and that such purpose or purposes are not in whole or in part reasonably chargeable to operating expense or to income,

IT IS HEREBY ORDERED that Fidelity Warehouse Corporation be, and it is hereby, authorized to issue at not less than par on or before September 1, 1927, \$10,000.00 par value of its common capital stock, and use the proceeds obtained from the sale of such stock for working capital.

IT IS HEREBY FURTHER ORDERED that the authority herein granted shall become effective upon the date hereof, and that applicant shall file a report, as required by the Commission's General Order No. 24, which order insofar as applicable, is made a part of this order.

DATED at San Francisco, California, this 3<sup>rd</sup> day of ~~April~~ <sup>May</sup> 1927.

W. B. Brundage  
C. C. Cheney

Thos. B. Rowlett

Commissioners.