

LEM

Decision No. 24485.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the )  
CALIFORNIA STREET CABLE RAILROAD COMPANY, )  
a corporation, to issue stock without ) Application No. 17935  
nominal or par value. )

Henry Heidelberg, for applicant.

BY THE COMMISSION:

ORIGINAL

OPINION

In this application California Street Cable Railroad Company, a corporation engaged in operating a street railway system in the City and County of San Francisco, has applied to the Railroad Commission for permission to issue 10,000 shares of its common capital stock without nominal or par value in exchange for 10,000 shares of common stock now outstanding of the par value of \$100.00 each.

The application shows that California Street Cable Railroad Company was organized under the laws of the State of California on or about July 21, 1884, with an authorized capital stock of \$1,000,000.00, divided into 10,000 shares of the par value of \$100.00 each. Recently, on January 20, 1932, the company's stockholders approved a resolution to provide for an

authorized capital stock of 10,000 shares without nominal or par value, in place of the 10,000 shares of stock of \$100.00 par value.

The company reports that it has issued and outstanding 10,000 shares of stock. Such stock was subscribed for and sold upon the basis of \$100.00 a share. To date the stockholders have paid to the corporation \$60.00 per share. Applicant alleges that it does not desire, and that there is no necessity for it, to call upon the stockholders to pay the remaining \$40.00 due on the stock. It appears from the following balance sheet that its accumulated surplus is in excess of the balance due on the stock.

In making this application the company has filed its balance sheet showing its assets and liabilities as of December 31, 1931, as follows:

<u>A S S E T S</u>	
Road and equipment .....	\$1,671,384.89
Miscellaneous equipment .....	1,125.00
Miscellaneous physical property.....	65,422.72
Miscellaneous bond investments .....	121,719.55
Cash on hand .....	1,381.45
Cash in treasury .....	7,848.19
Discount on capital stock .....	400,000.00
Cable reserve .....	7,112.41
TOTAL ASSETS.....	<u>\$2,275,994.21</u>
<u>L I A B I L I T I E S</u>	
Capital stock .....	\$1,000,000.00
Bills and accounts payable .....	7,600.92
Depreciation .....	279,625.79
Surplus account .....	988,111.10
Dividend suspense account .....	656.40
TOTAL LIABILITIES.....	<u>\$2,275,994.21</u>

The \$400,000.00 reported above under discount on capital stock represents the amount due on stock subscriptions. It will be noted from the foregoing balance sheet that the company has no bonds, notes, or other indebtedness outstanding save and except bills and accounts payable in the sum of \$7,600.92. In addition,

the company reports that there are no damage claims or suits outstanding against it except one suit now on file in the Municipal Court in the City and County of San Francisco, the jurisdictional limit of which court is the sum of \$2,000.00.

O R D E R

California Street Cable Railroad Company having applied to the Railroad Commission for permission to issue 10,000 shares of common capital stock without nominal or par value in exchange for its 10,000 shares of outstanding stock, and the Railroad Commission having considered applicant's request and being of the opinion that this is not a matter in which a public hearing is necessary, that the money, property or labor to be procured or paid for through the issue of such stock is reasonably required for the purpose specified herein, which purpose is not in whole or in part reasonably chargeable to operating expenses or to income, and that this application should be granted as herein provided, therefore,

IT IS HEREBY ORDERED, that California Street Cable Railroad Company be, and it hereby is, authorized to issue after the effective date hereof and prior to December 31, 1932, 10,000 shares of its common capital stock without nominal or par value, in exchange for 10,000 shares of common stock now outstanding of the par value of \$100.00 each, such exchange to be made on a share for share basis.

IT IS HEREBY FURTHER ORDERED, that applicant keep such record of the issue of the stock herein authorized as will enable it to file a report or reports such as are required by the Railroad Commission's General Order No. 24, which order insofar as applicable, is made a part of this order.

IT IS HEREBY FURTHER ORDERED, that the authority herein granted will become effective twenty(20) days from the date hereof.

DATED at San Francisco, California, this 15<sup>th</sup> day of February, 1932.

W. L. Lanning  
Leon Whitehead  
W. J. Carr  
M. B. Harris  
Frederic G. Stewart

Commissioners.