

LEM

Decision No. 24597.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
UNION PACIFIC STAGES OF CALIFORNIA,
a corporation organized under the
laws of the State of California, for
authority to issue and sell certain
of its shares.

ORIGINAL

Application No. 17950

BY THE COMMISSION:

OPINION AND ORDER

Union Pacific Stages of California, a corporation, has applied to the Railroad Commission for authority to issue 270 shares of its common stock, without nominal or par value, at \$100.00 a share for the purpose of financing the cost of equipment and of providing working capital.

It appears that Union Pacific Stages of California was organized under the laws of the State of California on or about July 8, 1930, with an authorized capital stock of 1,500 shares, all common, without nominal or par value. Heretofore, the company was authorized by the Commission, by Decision No. 24451, dated February 8, 1932, in Application No. 17951, to acquire from Pickwick-Greyhound of California, Ltd., an operative right permitting the transportation of passengers and property by auto stages between Los Angeles and a point on the California-Nevada line near Wheaton Springs and certain intermediate points.

The Commission now has been advised that the company proposes to acquire two 33-passenger coaches having an estimated value

of \$15,982.00, that its organization costs were \$24.70 and that it has need for \$8,265.60 for working capital, which is equivalent to the estimated operating expenses for a period of thirty days. The three items aggregate \$24,272.30. Applicant has submitted no information showing what was expended by Pickwick-Greyhound of California, Ltd. to obtain the operative right which it has been authorized to transfer to applicant. In the absence of such information, the amount of stock which applicant will be permitted to issue will be limited to 243 shares.

The Commission has considered applicant's request and is 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 243 shares of stock at \$100.00 a share is reasonably required for the purposes specified herein, which purposes are not, in whole or in part, reasonably chargeable to operating expense or to income, and that the request to issue the remaining 27 shares of stock should be denied without prejudice, therefore,

IT IS HEREBY ORDERED, that Union Pacific Stages of California be, and it hereby is, authorized to issue and sell, on or before September 30, 1932, at not less than \$100.00 a share, 243 shares of its common stock without nominal or par value, and to use the proceeds to finance the cost of equipment, to pay organization expenses and to provide working capital, as set forth herein.

IT IS HEREBY FURTHER ORDERED, that this application insofar as it involves the issue of the remaining 27 shares of stock be, and it hereby is, denied without prejudice.

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

1. Applicant shall keep such record of the issue of the stock herein authorized and of the disposition

of the proceeds 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.

2. The authority herein granted will become effective twenty (20) days from the date hereof.

DATED at San Francisco, California, this 21st day of March, 1932.

Clarence
Leon
W. A. C.
W. B. H.
Frederic G. H.
Commissioners.