

Decision No. 24994**ORIGINAL**

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
 LAWRENCE WAREHOUSE COMPANY,
 a corporation, for permission to
 endorse and guarantee a certain
 promissory note of Gibson Properties
 Company.

Application No. 18214

Williamson & Wallace for applicant.

BY THE COMMISSION:

OPINION AND ORDER

In this application Lawrence Warehouse Company has applied to the Railroad Commission for permission to endorse and guarantee the payment of a note issued on March 29, 1932, by Gibson Properties Company in the principal amount of \$45,000.00, payable in semi-annual installments of not less than \$2,500.00 with interest at the rate of seven percent per annum, final payment to be made on or before March 29, 1938.

It appears that Lawrence Warehouse Company has been engaged in conducting a public utility warehouse business, and that it has operated, among other properties, the Gibson Terminal Building, located in Oakland, under lease from Gibson Properties Company, a non-utility corporation. The operation of the Gibson Terminal, lately, under authority granted by Decision No. 24696, dated April 18, 1932, has been transferred to Haslett Warehouse Company.

Information on file with the Commission indicates that Lawrence Warehouse Company and Gibson Properties Company are controlled through stock ownership by Lawrence Warehouse Corporation. This application shows that on March 29, 1926, Gibson Properties Company issued a promissory note to one James P. Taylor in the principal

amount of \$90,000.00, payable in nine equal annual installments of \$10,000.00, with interest at seven percent per annum, which note, coincident with its issue, was endorsed and guaranteed by Lawrence Warehouse Company.

It is now reported that the principal amount of the indebtedness has been reduced to \$45,000.00 and that arrangements have been made for the issue of a new note for that amount, payable in semi-annual installments of not less than \$2,500.00, in order to reduce the annual payments. It is proposed that the new note likewise be endorsed and guaranteed by Lawrence Warehouse Company.

The Commission has considered this application and is of the opinion that it is not a matter in which a public hearing is necessary and that it should be granted, as herein provided, therefore,

IT IS HEREBY ORDERED, that Lawrence Warehouse Company be, and it hereby is, authorized to endorse and guarantee the payment of a note issued or to be issued by Gibson Properties Company in the principal amount of \$45,000.00, payable in semi-annual installments of not less than \$2,500.00, with interest at the rate of seven percent per annum, final payment to be made on or before March 29, 1938.

DATED at San Francisco, California, this 15th day of July, 1932.

C. Seavey
Leon Whitwell

Fred G. Stewart

Commissioners.