

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the matter of the application of CALIFORNIA DISPATCH LINE for an order authorizing the issue of capital stock of the par value \$100,000 and of a promissory note of the face value of \$9,353.24.

Application No. 1194.

Pillsbury, Madison & Sutro and Alfred Sutro for applicant.

THELEN, Commissioner.

O P I N I O N.

This is an application for an order authorizing the issue by California Dispatch Line of its capital stock of the par value of \$100,000 and a promissory note of the face value of \$9,353.24, in payment for certain tank and other cars and apparatus and appliances appurtenant thereto, to be used in the shipment and transportation of wine or fermented or unfermented liquor or distilled liquor.

California Dispatch Line was incorporated under the laws of this State on April 11, 1914, for the purpose, among others, of owning, maintaining and operating tank and other cars and machinery, apparatus and appliances in connection with the shipment and transportation of wine or fermented or unfermented liquor or distilled liquor or liquids of any kind, in tank or other cars. The corporation has an authorized capital stock consisting of 1,000 shares of the par value of \$100.00 each. The corporation is a dispatch car, renting and car corporation, as those words are used in Section 2 (L) of the Public Utilities Act, and is consequently a public utility subject to the jurisdiction of the Railroad Commission.

The corporation was incorporated primarily for the purpose of taking over the car business of the California Wine Association and of thus segregating the Association's utility business from its non-utility business.

California Dispatch Line now proposes to purchase from California Wine Association \$5 box cars, insulated box cars, steel tank

and cars, insulated steel tank cars, as the same are specifically set forth in the petition herein and in the order. The total present value of these cars is alleged by petitioner to be \$109,353.24. Petitioner proposes to issue in exchange for these cars its entire capital stock, amounting to \$100,000, at par, together with a one-day note, bearing interest at the rate of 6 per cent, for the balance of \$9,353.24. As the promissory note is to run for a period of less than one year and is not a renewal of a pre-existing note, it is not necessary to secure this Commission's consent to the issue of the note. With reference to the stock, I find that for the purposes of this application the value assigned by applicant to the cars which it desires to purchase may be assumed to be reasonable and that the application should be granted as prayed for.

Petitioner will shortly file with this Commission its rates for car rentals, as provided by the Public Utilities Act.

I find that the purposes for which petitioner desires to issue its capital stock are not in whole or in part reasonably chargeable to operating expenses or to income, and submit herewith the following form of order:

O R D E R.

CALIFORNIA DISPATCH LINE having applied to the Railroad Commission for authority to issue its entire authorized common capital stock, consisting of one thousand (1,000) shares of the par value of one hundred (100) dollars per share for the purposes hereinafter specified, and a public hearing having been held on said application, and the Railroad Commission finding that the purposes for which California Dispatch Line desires to issue said stock are not in whole or in part reasonably chargeable to operating expenses or to income,

IT IS HEREBY ORDERED that California Dispatch Line be and the same is hereby authorized to issue its entire authorized capital stock, consisting of one thousand (1,000) shares of the par value of one hundred (100) dollars each, at par, to CALIFORNIA WINE ASSOCIATION,

in return for a deed of conveyance conveying a good and marketable title to the following cars now owned by California Wine Association:

	<u>Initial No.</u>	<u>Kind</u>	<u>Amount</u>
7	C.D.L. 101	Box Car Eq. 6 Wooden Tanks	\$ 1265.19
8	102	" " " " " "	1267.02
9	103	" " " " " "	1150.18
10	104	" " " " " "	931.10
11	105	" " " " " "	935.66
12	106	" " " " " "	1121.73
13	107	" " " " " "	1085.66
14	108	" " " " " "	1085.66
15	109	" " " " " "	1081.10
16	C.D.L. 201	Insulated Box Car Eq. 6 Wooden Tanks	1700.00
17	202	" " " " " "	1700.00
18	203	" " " " " "	1700.00
19	204	" " " " " "	1700.00
20	205	" " " " " "	1700.00
21	206	" " " " " "	1700.00
22	207	" " " " " "	1700.00
23	208	" " " " " "	1700.00
24	209	" " " " " "	1700.00
25	210	" " " " " "	1700.00
26	211	" " " " " "	1700.00
27	212	" " " " " "	1700.00
28	213	" " " " " "	1700.00
29	214	" " " " " "	1700.00
30	215	" " " " " "	1700.00
31	C.D.L. 251	Insulated Box Car (Not equipped with Tanks)	1091.10
32	252	" " " " " "	1091.10
33	253	" " " " " "	1091.10
34	254	" " " " " "	1091.10
35	255	" " " " " "	1091.10
36	256	" " " " " "	1091.10
37	257	" " " " " "	1091.10
38	258	" " " " " "	1091.10
39	259	" " " " " "	1091.10
40	260	" " " " " "	1091.10
41	261	" " " " " "	1091.10
42	262	" " " " " "	1091.10
43	263	" " " " " "	1091.10
44	264	" " " " " "	1091.10
45	265	" " " " " "	1091.10
46	266	" " " " " "	1091.10

Forward, \$52860.90

<u>1</u>	<u>Initial No.</u>	<u>Kind</u>	<u>Amount</u>
		Brought Forward	\$ 52860.90
2	C.D.L. 267	Insulated Box Car (Not Equipped with Tanks)	1091.10
3	268	" " " " " " " "	1091.10
4	269	" " " " " " " "	1091.10
5	270	" " " " " " " "	1091.10
6	271	" " " " " " " "	1091.10
7	272	" " " " " " " "	1091.10
8	273	" " " " " " " "	1091.10
9	274	" " " " " " " "	1091.10
10	275	" " " " " " " "	1091.10
11	C.D.L. 301	Steel Tank Cars	584.62
12	302	" " " "	532.82
13	C.D.L. 401	" " " "	1130.00
14	402	" " " "	1130.00
15	403	" " " "	1130.00
16	404	" " " "	1130.00
17	405	" " " "	1130.00
18	406	" " " "	1130.00
19	407	" " " "	1130.00
20	C.D.L. 501	" " " "	1240.00
21	502	" " " "	1885.00
22	503	" " " "	1240.00
23	504	" " " "	1240.00
24	505	" " " "	1240.00
25	C.D.L. 701	Insulated Steel Tank Cars	1400.00
26	702	" " " "	1400.00
27	703	" " " "	1400.00
28	704	" " " "	1400.00
29	705	" " " "	1400.00
30	706	" " " "	1400.00
31	707	" " " "	1400.00
32	708	" " " "	1400.00
33	709	" " " "	1400.00
34	710	" " " "	1400.00
35	711	" " " "	1400.00
36	712	" " " "	1400.00
37	713	" " " "	1400.00
38	714	" " " "	1400.00
39	715	" " " "	1400.00
40	716	" " " "	1400.00
41	717	" " " "	1400.00
42	718	" " " "	1400.00
43	719	" " " "	1400.00
44	720	" " " "	1400.00
45	721	" " " "	1400.00
46	722	" " " "	1400.00

Total, \$109353.24

on the following conditions and not otherwise, to-wit:

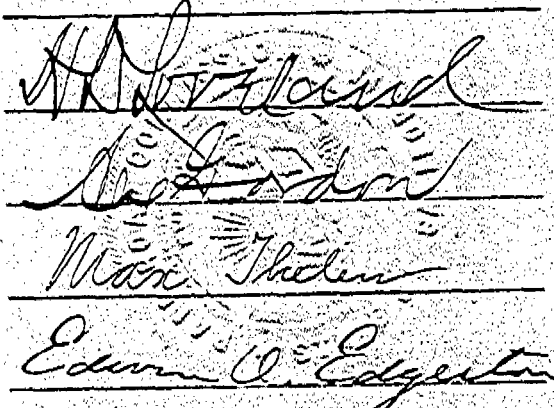
1. California Dispatch Line shall, within ten days after the issue of the capital stock herein authorized, report to the Railroad Commission the fact and the date of the issue and the purposes for which the stock was issued.

2. California Dispatch Line shall file with the Railroad Commission a certified copy of the deed of conveyance from California Wine Association.

3. The authority hereby granted shall apply only to such capital stock as may have been issued on or before September 1, 1914.

The foregoing opinion and order are hereby approved and ordered filed as the opinion and order of the Railroad Commission of the State of California.

Dated at San Francisco, California, this 13th day of July, 1914.



Commissioners.