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ORIGINAL

Decision No. 5862.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
 of PICKWICK STAGES, NORTHERN)
 DIVISION, a corporation, for an) Application No. 4149.
 order authorizing the issue and)
 sale of stock.)

Chas. F. Wren, for applicant.

LOVELAND, Commissioner.

OPINION

Pickwick Stages, Northern Division, a corporation, asks authority to issue \$19,950.00 par value of its common capital stock at not less than par in exchange for the properties of the Pickwick Stages, Northern Division, a co-partnership. The properties which the corporation desires to acquire in exchange for its capital stock is described in Exhibit "A" attached to the petition herein.

Pickwick Stages, Northern Division, a co-partnership, is operating an auto stage line between Los Angeles and San Francisco. In Decision Number 5070, dated January 25, 1918, the Commission authorized Pickwick Stages, Northern Division, a corporation, to issue \$12,000.00 par value of its common capital stock in exchange for the

automobile equipment and properties described in Exhibit "B", as amended, attached to the petition in Application Number 3436. The order of the Commission in Decision Number 5070, further provided that no stock shall be issued until the corporation had obtained all necessary permits from public authorities and a certificate of public convenience and necessity from the Railroad Commission as provided for in Chapter 213, Laws of 1917. Applicant reports that it has now obtained all the necessary permits from public authorities. It has issued none of the \$12,000.00 of stock referred to in Decision Number 5070. The time within which the \$12,000.00 of stock might be issued expired August first.

Applicant has extended its business. It has acquired additional equipment. In Exhibit "A" the co-partnership reports its assets at \$36,071.30 and its liabilities at \$15,306.50, leaving a net value of the property proposed to be acquired by the corporation of \$20,764.80. Against this property the corporation intends to issue \$19,950.00 of its common capital stock. The liabilities will be assumed by the corporation.

I herewith submit the following form of Order:

O R D E R

PICKWICK STAGES, NORTHERN DIVISION, a corporation, having applied to the Railroad Commission for authority to issue \$19,950.00 of stock, a public hearing having been held and the Railroad Commission being of the opinion that the money, property or labor to be procured or paid for by such issue is reasonably required for the purpose or purposes specified in the order and that the expenditures for such purpose or purposes are not in whole or in part reasonably chargeable to operating expenses or to income;

IT IS HEREBY ORDERED that Pickwick Stages, Northern Division, a corporation; be, and it is hereby, granted authority to

issue \$19,950.00 par value of its common capital stock, subject to the following conditions:

1.-The stock herein authorized to be issued shall be issued, at not less than par, to Pickwick Stages, Northern Division, a co-partnership, in exchange for the automobile equipment, properties and business described in Exhibit "A" attached to the petition herein.

2.-The amount of stock herein authorized to be issued in exchange for properties, shall not be urged, before the Railroad Commission or other public body, as a measure of the value of said properties for rate fixing or any purpose other than that referred to herein.

3.-Pickwick Stages, Northern Division, a corporation, shall keep separate, true and accurate accounts showing the receipt and application in detail of the proceeds of the sale of the stock herein authorized to be issued and on or before the twenty-fifth day of each month until all of said stock has been issued and the proceeds disbursed, shall make verified reports to the Commission in accordance with the Commission's General Order No. 24, which order, in so far as applicable, is made a part of this order.

4.-The authority herein granted to issue stock shall apply only to such stock as may be issued on or before December 20, 1918.

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 21st day of October, 1918.

Eduin O. Egan
H. J. Loveland
Frank R. Weston

Commissioners.