

MM

Decision No. 6177

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

In the Matter of the Issuance of
Capital Stock by Farmers Warehouse
Company of Sacramento Valley, a
corporation.

Application No. 4368

Devlin & Devlin, for applicant.

MARTIN, Commissioner.

O P I N I O N

Farmers Warehouse Company of Sacramento Valley asks authority to issue \$5,000.00 par value of its common capital stock.

Farmers Warehouse Company of Sacramento Valley was organized on or about November 15, 1918, with an authorized stock issue of \$5,000.00, divided into 50 shares of the par value of \$100.00 each. Applicant was organized to do a general warehouse business. None of its stock, except three shares necessary to qualify directors has been issued. Applicant asks the Railroad Commission to approve the issue of the three shares. In addition applicant asks permission to issue \$4,700.00 of stock in exchange for a perpetual right to the use of the floor space of the warehouse owned by the California State Rice Milling Company. The warehouse

is situate on the right bank of the Sacramento River, opposite the City of Sacramento, facing on the Sacramento River and approximately one-half miles south of the Yolo County end of the "M" Street bridge. The warehouse space is reported by applicant to be 350 feet long and 128 feet wide, capable of storing 300,000 bags of rice. It is alleged that if the warehouse were erected as a separate proposition, independent of the milling company, it would cost more than \$50,000.00.

The \$4,700.00 of stock will be issued to California State Rice Milling Company and held by it as a permanent investment. The milling company has no intention to sell or trade in the stock. The granting of this application will permit the milling company to segregate its public utility from its non-public utility business. The former business will be turned over to the Farmers Warehouse Company of Sacramento Valley.

I herewith submit the following form of Order:

O R D E R

FARMERS WAREHOUSE COMPANY of SACRAMENTO VALLEY having filed an application with the Railroad Commission for authority to issue \$5,000.00 par value of its common capital stock, a public hearing having been held, and the 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 Farmers Warehouse Company of Sacramento Valley be, and it is hereby, granted authority to issue at not less than par, \$5,000.00 par value of its common capital stock, upon the following conditions and not otherwise:-

1.-Stock in the amount of \$4,700.00 shall be issued to the California State Rice Milling Company in exchange for a perpetual right to the use of the floor space of the warehouse owned by the California State Rice Milling Company referred to in the petition herein.

2.-Stock in the amount of \$300.00 may be issued in lieu of the \$300.00 of stock heretofore issued for the purpose of qualifying directors.

3.-Within sixty days after the date hereof, Farmers Warehouse Company of Sacramento Valley shall file with the Railroad Commission a report as required by 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 shall have been issued on or before April 15, 1919.

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 11th day of March, 1919.

Edwin O. Edgerton

H. L. Loveland

Frank Nelson

Dwight Martin

Commissioners.