

ORIGINAL

MM

Decision No. 6727

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of SATICOY WAREHOUSE COMPANY, a)
corporation, for permission to)
sell and issue all unsold; namely,)
\$5,650.00, of its common capital)
stock, and to borrow certain sums)
of money.)

Application No. 4700.

George E. Farrand, for applicant.

BY THE COMMISSION.

O P I N I O N

Saticoy Warehouse Company, in this application as amended at the hearing held before Examiner Encell on August 18, asks permission to issue 114 shares of its common capital stock of the par value of \$5,700.00, and notes in an amount not to exceed \$7,500.00.

Applicant was incorporated on August 30, 1917, with an authorized stock issue of \$30,000.00, divided into 600 shares of \$50.00 each. Under the authority granted in Decision Number 4882, dated November 27, 1917, as amended, (Vol. 14, Opinions and Orders of the Railroad Commission of California, page 567), applicant issued \$24,370.00 par value of stock. The validity of one share of

stock issued by applicant is doubtful and it therefore has at the hearing amended its application and now asks permission to issue \$5,700.00 instead of \$5,650.00 par value of stock.

As of June 1, 1919, applicant reports assets and

liabilities as follows:-

Assets:-

Building	\$17,322.09
Real Estate & Trackage	3,246.50
Equipment.	3,613.50
Cash in Bank	137.87
Accounts Receivable.	1,838.26
Inventory.	960.23
Operating Equipment.	<u>743.15</u>
Total Assets.	\$27,861.60

Liabilities:

Capital Stock.	\$24,350.00
Accounts Payable	123.60
Notes Payable.	660.00
Profit & Loss.	<u>2,728.00</u>
Total Liabilities	\$27,861.60

Applicant reports that it will be necessary for it to build a 100 foot extension to its warehouse for the purpose of increasing its bean storage space. The construction of the extension is to be of the same type as the warehouse now in operation and will be done on force account rather than by contract. Due to increasing prices applicant reports that the cost of the extension may be in excess of the \$10,000.00 originally estimated. Applicant further reports that it has purchased equipment and made improvements costing \$1,043.15 against which no stock has been issued. It is applicant's intention to sell its unissued stock and borrow only so much money as may be necessary to pay for the construction and improvements against which no stock has been issued.

O R D E R

SATICOY WAREHOUSE COMPANY having applied to the Railroad Commission for authority to issue stock and notes, a public hearing having been held, and it appearing to the Railroad Commission that the money, property or labor to be procured or paid for by the issue of such stock or notes is reasonably required for the purpose or purposes specified in this 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 Saticoy Warehouse Company be, and it is hereby, authorized to issue and sell for not less than par, 114 shares (\$5,700.00) of its common capital stock for the par value of \$50.00 per share and issue not in excess of \$7,500.00 face value of notes, payable on or before three years after date with interest at not to exceed 7 per cent per annum.

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

1.-One share of stock herein authorized shall be issued by applicant in lieu of one share of stock heretofore issued without authority from the Commission.

2.-The proceeds from the remaining 113 shares (\$5,650.00) and the moneys obtained from the sale of the notes shall be used by applicant to pay for the improvements, costing \$1,043.15 and the construction of the 100 foot extension to its warehouse, referred to in the ^{petition and} testimony herein.

3.-Saticoy Warehouse Company shall keep such record of the issue and sale of stock and notes herein authorized and of the disposition of the proceeds as will enable it to file on or before the twenty-fifth day of each month a verified report as required by the Railroad Commission's General Order

Number 24, which order, in so far as applicable, is made a part of this order.

4.-The authority herein granted to issue notes will not become effective until applicant has paid the fee prescribed by the Public Utilities Act.

5.-The authority herein granted will apply only to such stock or notes as may be issued on or before July 1, 1920.

Dated at San Francisco, California, this 2nd day
October
of ~~September~~, 1919.

Edwin C. Edgerton
H. D. Loveland
Frank Weston
Irving Martin

Commissioners.