

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of)
Crown Transfer and Storage Company) Application No. 4995
for an order authorizing issue of)
stock.)

Hahn & Hahn, by Edward F. Hahn,
for applicant.

BY THE COMMISSION:

O P I N I O N

Applicant herein requests authority to issue \$30,000 par value of its authorized capital stock of \$50,000 to A. L. Aldridge and B. O. Kendell to acquire the business, leases and property of their partnership conducted under the name of Crown Transfer & Storage Company, and engaged in the business of hauling, transferring and storing personal property, principally household goods.

A public hearing was held by Examiner Westover in Los Angeles.

The business was established by Mr. Aldridge and associates in April, 1914, and operated successfully and profitably. The trial balance as of May 31, 1919 shows a net worth in liquidation of tangible assets of about \$15,764.85. Most of this was acquired by the efforts of the original partners who started the business without capital.

In January, 1919, Mr. Aldridge bought the two-thirds interest of his two partners for \$12,000, and in March, 1919, sold to Mr. Kendell a half interest in the business for \$7,548.75, it being agreed at the time that it should be incorporated and stock issued to Mr. Aldridge and Mr. Kendell as partners in equal proportions. The parties appraise their eight trucks and vans at a total present value of \$15,400.

Applicant is operating at the present time two storage warehouses, one a one-story brick building 50 x 150, rented at \$40 per month, and the second a two-story reinforced concrete building, 82 x 145. A third warehouse, one-story, fireproof, of brick, tile and steel, 100 x 140, is almost ready for occupancy by applicant. The two warehouses last referred to are owned by B. O. Kendell Co. of which Mr. Kendell is the principal stockholder. In lieu of rental the latter company receives for the use of its warehouse all of the storage receipts, which amounted to \$1148.82 from the time Mr. Kendell purchased an interest in March, 1919 to May 31, 1919. A similar agreement exists as to the use of the new warehouse. Applicant has a contract with the J. J. J. Freight Forwarding Company under which it does a profitable business in receiving, transferring, hauling, storing and forwarding freight. The testimony does not justify the issue of more than \$20,000 par value of stock.

O R D E R

- The Crown Transfer and Storage Company having applied to the Railroad Commission for authority to issue \$30,000.00 par value of its common capital stock, a public hearing having been held and it appearing to the Commission that the property to be procured or paid for by this issue is reasonably required for the purposes specified in this order, and that the expenditures for such purposes are not reasonably chargeable in whole or in part to operating expenses or to income,

IT IS HEREBY ORDERED that Crown Transfer and Storage Company be, and it is hereby granted authority to issue \$20,000.00 par value of its common capital stock in equal parts to A. L. Aldridge and B. O. Kendell for the purpose of acquiring from them the personal property owned and used by them as a partnership, under the name and style of Crown Transfer and Storage Company, which personal property is more fully described in the application on file herein. This authority is granted upon the following conditions:

1. Crown Transfer and Storage Company, the applicant herein, shall assume all of the debts, obligations, contracts and liabilities of said partnership and shall hold said partnership harmless from any claim or liability, connected with or arising out of said debts, obligations, contracts or liabilities.

2. The authority herein contained to issue stock shall not be construed before this Commission or any other public body or tribunal as a measure of value of said property for any purposes other than the transfer of said property under this proceeding.

3. The authority herein granted to issue stock shall apply only to such stock as may be issued within thirty days after date hereof.

4. Within ten days after the issue of the stock herein authorized, the applicant shall file with the Railroad Commission a certified copy of the instrument

transferring said property, and make verified report to the Railroad Commission of the issue of said stock in accordance with the Commission's General Order No. 24, which order in so far as applicable, is made a part of this order.

Dated at San Francisco, California, this 9th
day of ~~December~~ ^{December}, 1919.

Edwin O. Edgerton
H. D. ...
Frank R. ...
James ...

Commissioners.