

Decision No. 6938.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE
STATE OF CALIFORNIA.

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In the Matter of the Application of)
 PICKWICK STAGES, NORTHERN DIVISION,)
 a corporation, for order authorizing) Application No. 5156.
 issue and sale of stock.)

BY THE COMMISSION:OPINION.

PICKWICK STAGES, NORTHERN DIVISION, asks permission to issue, and sell at par, \$20,000.00 of its common capital stock and use \$10,000.00 of the proceeds to pay balances due on automobile equipment and the remaining \$10,000.00 to purchase additional automobile equipment.

Applicant has an authorized stock issue of \$70,000.00, of which \$20,000.00 is now outstanding. In Exhibit "B", attached to the petition, applicant reports for the year ending October 31, 1919, gross earnings from owned and leased cars of \$165,561.65 and "net profits" of \$16,521.02. The "net profits" applicant has allowed to remain in the business and is carrying them on its books as follows:

Collision and Maintenance Reserve,	\$2,300.00
Contingent Reserve,	2,989.36
Depreciation Reserve,	6,250.00
Surplus,	3,500.00
Written off books,	1,481.66

As of October 31, 1919, applicant reports assets and liabilities as follows:

ASSETS:

Fixed Assets,		\$54,674.33
Automobile,	\$45,658.32	
Franchises, cost only,	3,428.59	
Leaseholds,	475.00	
Furniture and Fixtures,	916.65	
Garage and Gasoline Station Equipment, L.A. and S.I.O.,	1,840.33	
Lunch room, furniture and fixtures, L.A.	1,455.34	
Union State Depot Stock,	900.00	
Current Assets,		9,703.01
Supplies, L.A.,	2,161.30	
Prepaid Insurance,	717.20	
Prepaid License,	704.92	
Garage Suspense,	1,898.11	
Bills Receivable,	507.44	
Collectible Accounts,	733.17	
Ticket Report in Transit,	641.67	
Cash on Hand,	2,339.20	
Total Assets,		\$64,377.34

LIABILITIES:

Capital Stock Outstanding,		\$20,000.00
Deferred Liabilities,		18,804.27
Auto Contracts,	13,885.89	
Bills Payable,	2,995.70	
War Tax,	1,922.68	
Current Liabilities,		9,130.65
Miscellaneous Liabilities,		381.61
Depreciation Reserve,		6,250.00
Collision and Maintenance Reserve,		2,300.00
Special Reserve,		2,989.36
Tire Supplies,		1,021.45
Surplus,		3,500.00
Total Liabilities,		\$64,377.34

In an exhibit attached to the petition, applicant reports the value of 21 automobiles at \$45,658.32, on which there is due the sum of \$13,885.89. As said, applicant intends to use \$10,000. of the proceeds obtained from the sale of stock to pay part of the balance due on automobile equipment.

Applicant has not filed with the Commission a list of the equipment it intends hereafter to acquire and the order herein will, therefore, contain a provision that the proceeds from \$10,000.00

of stock may be expended only for such purposes as the Railroad Commission may hereafter authorize.

O R D E R.

PICKWICK STAGES, NORTHERN DIVISION, having applied to the Railroad Commission for permission to issue stock and the Commission being of the opinion that this is not a matter in which a hearing is necessary and that the money, property or labor to be procured or paid for by the issue of \$20,000.00 of stock is reasonably required for the purpose or purposes specified in this Order, or in amendments thereto, and that the expenditures for such purpose or purposes are not in whole or in part reasonably chargeable to operating expenses or to income;

NOW, THEREFORE, IT IS HEREBY ORDERED, that PICKWICK STAGES, NORTHERN DIVISION, be and it is hereby, authorized to issue and sell on or before June 30, 1920, for cash at not less than par, \$20,000.00 of its common capital stock; provided that \$10,000.00 of the proceeds be used to pay balances due on automobile equipment referred to in Exhibit "C" attached to the petition herein, and that the remainder of the proceeds be expended only for such purposes as the Railroad Commission may hereafter authorize; and

PROVIDED FURTHER, that PICKWICK STAGES, NORTHERN DIVISION, will keep such record of the issue and sale of the stock 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.

Dated at San Francisco, California, this 11th
day of December, 1919.

Edwin O. Edwards
H. L. Howard
Frank R. ...

Commissioners.