

March 25, 1920

Decision No. 7374

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA.

In the Matter of the Application )  
of THE WHITE LINES for an Order )  
authorizing increase and issue )      Application No. 5474.  
of capital stock. )

BY THE COMMISSION:

O P I N I O N.

THE WHITE LINES, a corporation, asks permission to increase its authorized common stock from \$50,000.00 to \$150,000.00 divided into 150,000 shares of the par value of \$1.00 each, and issue \$100,000 of its stock at par to pay notes and buy new equipment. Applicant may increase its authorized stock without an order from the Railroad Commission.

On March 12, 1919, the Railroad Commission by Decision Number 4364 authorized Stockton-Fresno Motor Freight Company to issue \$25,000.00 of stock, to buy freight automobile equipment. On September 29, 1919, the Superior Court in and for San Joaquin County made an order changing the name of Stockton-Fresno Motor Freight Company, to The White Lines.

Applicant is engaged in motor freight transportation between Stockton and Fresno and intermediate towns, including Modesto, Turlock and Merced. Attached to the petition is a statement showing that applicant owns thirty-two pieces of rolling stock, having a total tonnage capacity of 101-1/2 and representing a value or cost as of March 1, 1920, of \$62,139.32. The equipment was purchased between March 1, 1919 and March 1, 1920. Adding to the \$62,139.32 the investment in lands, buildings, improvements, mater-

ials and supplies makes a total investment of about \$78,000.00, which does not include any moneys expended to cover operating costs, in excess of receipts during period of establishing applicant's business.

Applicant has been able to purchase equipment and other properties and carry on its business largely through moneys advanced by F. Dohrmann, Jr. and associates, who have taken in exchange for such advances the company's notes aggregating \$75,071.46. They have agreed to accept in payment for such notes, the company's stock at par.

Applicant has not furnished the Commission with detailed information as to the nature of the equipment which it intends to purchase through the issue of \$24,929.00 of its stock, and the order will therefore provide that none of the proceeds obtained from the sale of the \$24,929.00 of stock shall be expended, except as hereafter authorized by the Commission in a supplemental order or orders.

#### ORDER

THE WHITE LINES, having applied to the Railroad Commission for permission to issue \$100,000.00 of capital stock, and the Commission being of the opinion that this is not a matter in which a public hearing is necessary, and that the money, property or labor to be procured or acquired through the issue of said stock, is reasonably required by applicant, and that this application should be granted, subject to the conditions of this order:

IT IS HEREBY ORDERED that The White Lines, a corporation, be, and it is hereby, authorized to issue and sell at not less than par, \$100,000.00 of its common capital stock.

The authority herein granted is subject to the following

conditions:-

1. Of the stock herein authorized, \$75,071.00 may be issued to F. Dohrmann, Jr. and his associates, in payment for the notes set forth in a statement attached to the petition herein.

2. The proceeds obtained from the sale of \$24,929. of stock shall not be expended by applicant except for such purposes as may hereafter be authorized by the Commission in a supplemental order or orders in this proceeding.

3. The White Lines, a corporation, shall 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 25th day of each month, a verified report, as required by the Railroad 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 will apply only to such stock as may be issued and sold on or before October 1, 1920.

Dated at San Francisco, California, this 5<sup>th</sup>  
April  
day of ~~March~~, 1920.

Edwin C. Ely  
H. D. Ireland  
Frank P. Gurney  
H. A. Brundage  
Irving Martin  
Commissioners