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Decision No. 9518.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

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In the Matter of the Application of )  
STAR AUTO STAGE COMPANY, )  
a corporation, for a permit authori- )  
zing said corporation to issue Trea- )  
sury Stock. )

Application No. 6471.

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Harry A. Encell for applicant.

MARTIN, Commissioner.

FIRST SUPPLEMENTAL OPINION

STAR AUTO STAGE COMPANY, in its first supplemental petition in the above entitled matter, asks permission to issue approximately \$14,000.00 of its capital stock in addition to the \$100,000.00 of capital stock heretofore authorized to be issued by Decision No. 8749, dated March 15, 1921.

In the original application, applicant asked permission to issue \$50,000.00 of common stock at \$85.00 per share to pay for equipment which W.E. Travis purchased from Clarence L. Simonds and George S. Held. In the supplemental application it is alleged that the original application was in error and that the Star Auto Stage Company agreed to acquire the equipment at a cost of \$50,000.00 and to issue to W.E. Travis common capital stock in such an amount as at \$85.00 per share will net \$50,000.00. The Commission in Decision No. 8749 authorized the issue of \$50,000.00 of stock at \$86.60 per share. The records of the company have been examined and are in accord with the supplemental application except that they show that the company agreed to issue to W.E. Travis stock at \$86.00 per share instead of \$85.00. Applicant

asks the Commission to reduce the price at which the stock may be issued from \$86.60 per share to \$85.00 per share. This request of the company will not be granted. The order will permit the issue of \$12,000.00 of additional stock to pay for the equipment which W.E. Travis purchased from Clarence L. Simonds and George S. Held.

I herewith submit the following Supplemental Order.

FIRST SUPPLEMENTAL ORDER

STAR AUTO STAGE COMPANY, now CALIFORNIA TRANSIT COMPANY, having applied to the Railroad Commission for permission to issue stock, a public hearing having been held, and the Railroad 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 herein, 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 CALIFORNIA TRANSIT COMPANY, formerly STAR AUTO STAGE COMPANY, be, and it is hereby, authorized to issue \$12,000.00 of its common capital stock in addition to the \$100,000.00 of stock heretofore authorized to be issued by Decision No. 8749, dated March 15, 1921, for the purpose of paying the remainder of the purchase price of the equipment referred to in the supplemental application filed in the above entitled matter.

IT IS HEREBY FURTHER ORDERED, that the order in Decision No. 8749, dated March 15, 1921, shall remain in full force and effect, except as modified by this First Supplemental Order.

The foregoing First Supplemental Opinion and Order are hereby approved and ordered filed as the First Supplemental Opinion and Order of the Railroad Commission of the State of California.

DATED at San Francisco, California, this 14<sup>th</sup> day of September, 1921.

H. B. Brundage

David M. Austin

J. P. ...

Commissioners.