

Decision No. 29553

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
PACIFIC FREIGHT LINES,
a corporation, for authority to sell
Lots 213 to 219, inclusive, in Mills
and Wicks Extension of Second Street
and adjoining subdivision, located
at Palmetto, Mateo and Molino Streets,
in the City of Los Angeles.

Application No. 21017

ORIGINAL

Wallace K. Downey, for applicant.

BY THE COMMISSION:

O P I N I O N

Pacific Freight Lines, a corporation, asks the Commission to make an order authorizing it to sell certain real property and improvements to Pacific Tank Lines, Inc., an affiliated corporation.

The property involved consists of Lots 213 to 219, inclusive, in Mills and Wicks Extension of Second Street, and adjoining subdivision, located at Palmetto, Mateo and Molino Streets, Los Angeles, and a two-story, Class A, concrete building. The building, it appears, was erected about twelve years ago and was used by applicant up until 1931 as its principal freight terminal, but since that time, having become too small for applicant's business, has been leased to numerous persons and firms, a small portion only, approximately 2500 square feet, being used by applicant as an auxiliary freight station. Except to that extent, applicant alleges the building and premises are no longer useful in its operations.

It is reported that the original cost to applicant of the real property was \$126,205.56 and of the building, \$184,100.47, a total of \$310,306.03, and that the accrued depreciation carried on applicant's books against the building is \$41,363.62, leaving a net book value of \$268,942.41.

The agreed consideration for the transfer of the properties is \$268,942.41. The terms of the sale will be as follows:- The existing liability of applicant to Pacific Tank Lines, Inc. of \$100,000. will be cancelled by Pacific Tank Lines, Inc. In addition to said sum, within 30 days of said sale, Pacific Tank Lines, Inc. will pay to applicant an additional sum of \$75,000. The balance of the said purchase price, to-wit-\$93,942.41, will be payable in monthly installments of at least \$1,000., payable monthly beginning 30 days after the date of the sale.

Applicant desires to dispose of the aforesaid properties for the reason that it has no further need for the building except for the limited use of the 2500 square feet. It will rent this space from Pacific Tank Lines, Inc. The transaction will improve applicant's financial condition because of the payment of the \$100,000. indebtedness and the cash that it will receive from the sale of the properties.

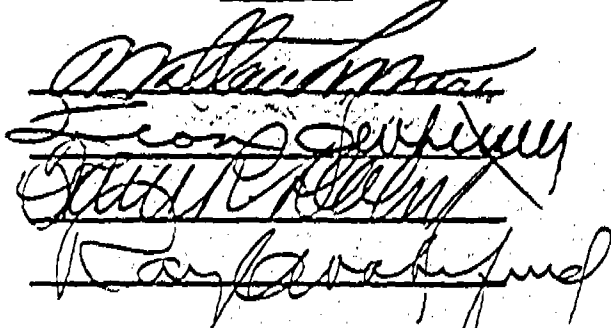
O R D E R

The Commission having considered the request of Pacific Freight Lines, and being of the opinion that this is not a matter on which a hearing is necessary and that this application should be granted, therefore,

IT IS HEREBY ORDERED that Pacific Freight Lines, a corporation, be, and it hereby is authorized to sell the real property and improvements referred to in the foregoing opinion, to Pacific Tank Lines, Inc. under the terms and conditions outlined herein.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective upon the date hereof.

DATED at San Francisco, California, this 19th day of February, 1937.



Commissioners.