

ORIGINAL

Decision No. 34854

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of SIGNAL HARBOR SERVICE, INC. to sell and SIGNAL TRUCKING SERVICE, LTD. to purchase all assets, subject to all liabilities, of Signal Harbor Service, Inc. which operates an automobile freight line between the City of Los Angeles proper and steamship wharves and docks located at Los Angeles Harbor, namely Wilmington and San Pedro.

Application
No. 24622.

BY THE COMMISSION:

O P I N I O N

Signal Harbor Service, Inc. asks permission to transfer all of its assets, subject to all of its liabilities, to Signal Trucking Service, Ltd. for the consideration of 10,192 shares of the latter company's common stock having a par value of \$1.00 each.

Signal Harbor Service, Inc. is a California corporation engaged in the operation of an automobile truck service as a common carrier of property for compensation between the City of Los Angeles proper and steamship wharves and docks located in Los Angeles harbor, namely, Wilmington and San Pedro. This operation is being conducted under a certificate

of public convenience and necessity granted by Decision No. 14404, dated December 27, 1924, in Application No. 9900, to Scandia Truck & Transfer Company, Inc., a corporation. In 1932 the corporation's Articles of Incorporation were amended and its name changed to Signal Harbor Service, Inc.

As of September 30, 1941, Signal Harbor Service, Inc. reports assets and liabilities as follows:

ASSETS

| | | |
|------------------------------------|-----------------|--------------------|
| Tangible Property | | \$ 1,347.71 |
| Original cost of tangible property | \$3,247.12 | |
| Less: Accrued depreciation | <u>1,899.41</u> | |
| Current Assets | | 6,442.19 |
| Cash | -127.09 | |
| Due from associated companies | 5,968.29 | |
| Accounts receivable | <u>600.99</u> | |
| Deferred Assets | | 3,681.36 |
| Prepayments | 81.36 | |
| Other deferred debits | <u>2,600.00</u> | |
| Total Assets | | <u>\$11,471.26</u> |

LIABILITIES

| | | |
|----------------------|---------------|--------------------|
| Common Capital Stock | | \$ 3,800.00 |
| Current Liabilities | | 1,278.89 |
| Accounts payable | \$ 25.50 | |
| Wages payable | 321.12 | |
| C.O.D.'s unremitted | 215.04 | |
| Taxes accrued | <u>717.23</u> | |
| Earned surplus | | <u>6,392.37</u> |
| Total Liabilities | | <u>\$11,471.26</u> |

In 1940 Signal Harbor Service, Inc. had operating revenues of \$36,874.91 and a net profit of \$5,963.81.

Application No. 22931, filed on January 13, 1941, by Signal Trucking Service, Ltd. shows that it is a California corporation and is engaged in the transportation of property for compensation as a highway contract carrier and

a city carrier.

It is of record that John E. Carroll owns all of the outstanding stock of both corporations with the exception of qualifying shares. It is believed that the transfer of the assets of Signal Harbor Service, Inc. to Signal Trucking Service, Ltd. will make it possible to do away with duplicate accounting, regulatory, insurance and managerial expenses.

O R D E R

The Commission having considered applicants' requests and it being of the opinion that this is not a matter on which a hearing is necessary; that the money, property or labor to be procured or paid for by Signal Trucking Service, Ltd. through the issue of 10,192 shares of its common capital stock is reasonably required by Signal Trucking Service, Ltd. for the purpose herein stated; that the expenditures for said purpose are not, in whole or in part, reasonably chargeable to operating expenses or to income, and that this application should be granted subject to the provisions of this order, therefore

IT IS HEREBY ORDERED as follows:

1. Signal Harbor Service, Inc. may, on or before June 30, 1942, transfer to Signal Trucking Service, Ltd. the operating rights referred to in the foregoing opinion, and all of its assets, and said Signal Trucking Service, Ltd. may acquire said operating rights and assets and thereafter oper-

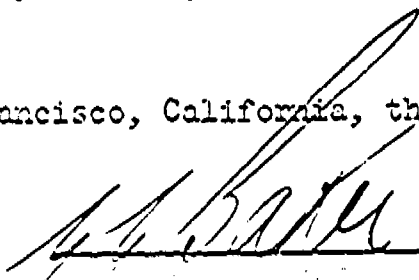
ate the same, provided said Signal Trucking Service, Ltd. assumes all the liabilities of Signal Harbor Service, Inc.

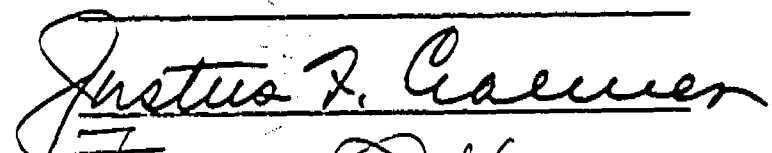


2. Signal Trucking Service, Ltd. may, on or before June 30, 1942, issue in payment for said assets, not exceeding 10,192 shares of its common capital stock.

3. Applicants shall comply with the Commission's General Order No. 80 and with Part IV of the Commission's General Order No. 93-A by filing, in triplicate and making effective concurrently, tariffs and time schedules satisfactory to the Commission within sixty (60) days from the effective date hereof and on not less than five (5) days' notice to the Commission and the public.

4. The authority herein granted will become effective upon the date hereof.

Dated at San Francisco, California, this 16th day of December, 1941.






Commissioners.