

Decision No. 35216

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of FRASHER TRUCK CO., a corporation, and VALLEY MOTOR LINES, INC., a corporation, for permission to merge and VALLEY MOTOR LINES, INC., to issue 33.30 shares of its common capital stock.

ORIGINAL

Application No. 24842

BY THE COMMISSION:

OPINION AND ORDER

Valley Motor Lines, Inc. asks permission to issue 33.3 shares of its common capital stock to Frasher Truck Co. in payment for assets not paid for by the stock issued under the authority granted by Decision No. 33749, dated December 21, 1940, as amended, in Application No. 23816.

On or about August 11, 1941, Frasher Truck Co. transferred its assets to Valley Motor Lines, Inc. pursuant to the terms of an agreement dated November 18, 1940. Between the date of the agreement and the transfer of the properties, Frasher Truck Co. acquired assets costing \$5,828.07. These assets consist of the following:

Accounts receivable	\$4,166.22
Tire inventory	1,142.68
Prepaid licenses and taxes	398.17
Prepaid rent	<u>115.00</u>
Total	<u>\$5,828.07</u>

It is in exchange for these assets that Valley Motor Lines, Inc. desires to issue 33.3 shares of its common capital stock. Said 33.3 shares of common capital stock will be issued on the same basis as that previously issued in connection with the acquisition of the other properties of Frasher Truck Co.

The Commission has considered applicants' request and is 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 the issue of said 33.3 shares of common capital stock by Valley Motor Lines, Inc. is reasonably required for the purpose herein stated, and 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 Opinion and Order, therefore,

IT IS HEREBY ORDERED that Frasher Truck Co. be, and it is hereby, authorized to transfer to Valley Motor Lines, Inc. the properties referred to in this Opinion and Order.

IT IS HEREBY FURTHER ORDERED that Valley Motor Lines, Inc. be, and it is hereby, authorized to issue on or before June 30, 1942, in payment for such properties, 33.3 shares of its common capital stock.

IT IS HEREBY FURTHER ORDERED that Valley Motor Lines, Inc. shall file with the Commission a report as required by the Commission's General Order 24-A, which order, insofar as applicable, is made a part of this Order.

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

Dated at San Francisco, California, this 17th day of April, 1942.

Justus J. Gaiser
Ray P. Rice
H. Bell
Francis D. Havenner
Richard L. ...
 Commissioners