

ORIGINAL

Decision No. 40875

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application

of

PINEDALE COMPRESS & WAREHOUSE CO.,
a corporation,

Application
No. 28783

For a Permit to Issue Shares and to
Retire Outstanding Shares.

O P I N I O N

This is an application for an order of the Public Utilities Commission authorizing Pinedale Compress & Warehouse Co. to issue 50,000 shares of its no par common stock in exchange for 50,000 shares of common stock of the par value of \$1 each, now outstanding.

Pinedale Compress & Warehouse Co., originally named Valley Compress Company, was organized under the laws of the State of California on or about September 8, 1938, for the purpose of acquiring and operating a cotton compressing and warehouse business at Pinedale, Fresno County. By Decision No. 33252, dated June 25, 1940, it was authorized to issue 50,000 shares of common stock of the par value of \$1 each to finance, in part, the cost of its properties, and by Decision No. 33619, dated October 22, 1940, it was authorized to lease its public utility warehouse properties to Valley Compress Company, a limited partnership composed of the holders of its outstanding stock.

It is reported that the warehousing operations were conducted by applicant up to 1940 and by the partnership from 1940 until March, 1942. On the latter date applicant leased its

properties to the United States Government which eventually used all of applicant's area and buildings, whereupon the partnership was dissolved.

The present application shows that terminal negotiations now are under way and it is expected applicant within a short time will regain possession of its properties and will resume its warehousing and other operations, at which time it will file new tariffs with the Commission.

The company reports its assets and liabilities as of June 30, 1947, as follows:

<u>ASSETS</u>		
Permanent assets -		
Cost of assets	\$415,045.72	
Depreciation reserve	<u>163,679.56</u>	
Balance		\$251,366.16
Due from stockholders		174,434.41
Cash and accounts receivable		23,888.26
Inventory		763.29
Deferred charges		<u>4,436.27</u>
	Total	<u>\$454,888.39</u>

<u>LIABILITIES</u>		
Long term debt, dated May 11, 1945		\$212,500.00
Notes and accounts payable		14,032.63
Accrued liabilities		13,793.35
Miscellaneous reserves		10,317.87
Capital stock		50,000.00
Earned surplus		<u>154,244.54</u>
	Total	<u>\$454,888.39</u>

The company recently has amended its Articles of Incorporation so as to provide for an authorized capital stock of 100,000 shares without par value. The purpose of the present application is to obtain permission to issue 50,000 of the new shares to replace the 50,000 shares now outstanding.

O R D E R

The Public Utilities Commission having considered the request of Pinedale Compress & Warehouse Co. and it being of the opinion that this is not a matter on which a public hearing is necessary, that the application should be granted, as herein provided, and that the money, property or labor to be procured or paid for through the issue of such stock is reasonably required for the purpose specified herein, which purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income,

IT IS HEREBY ORDERED as follows:

1. Pinedale Compress & Warehouse Co., after the effective date hereof and on or before January 31, 1948, may issue not exceeding 50,000 shares of its common stock without par value in exchange for 50,000 shares of its common stock of the par value of \$1.00 each now outstanding.
2. Pinedale Compress & Warehouse Co. shall file with the Commission a report of the issue of said stock as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.
3. The authority herein granted will become effective twenty (20) days from the date hereof.

Dated at San Francisco, California, this 4th day
of November 1947.

Harold P. Kule

Justice J. Craven
John H. Russell

R. E. Anderson

Commissioners