

ORIGINAL

Decision No. 41717

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
INLAND WAREHOUSE AND TRUCKING)
COMPANY, a Corporation,)
for an Order Authorizing the Issuance)
of its Common Stock.)
-----)

Application
No. 29338

O P I N I O N

Inland Warehouse and Trucking Company has applied to the Commission for authority to issue 200 shares of its capital stock, of the aggregate par value of \$20,000, in exchange for outstanding notes.

The application shows that Inland Warehouse and Trucking Company is a corporation engaged in the business of maintaining and operating public warehouses at 120 South C Street, San Bernardino, and at Tenth and Pachappa Streets, Riverside, and a trucking business in connection therewith. In 1947, it reported its revenues from its warehouse operations at \$41,383.95 and from its other operations at \$53,753.91, a total of \$95,137.86. Its net profit for the year, from all sources, is reported at \$4,596.04.

A balance sheet, prepared from a trial balance filed in this proceeding, shows the company's assets and liabilities, as of March 31, 1948, as follows:

Assets

Current assets -		
Cash	\$ 661.91	
Accounts receivable	5,673.68	
Special deposits	5,155.00	
Inventory	481.02	
Prepaid expenses	<u>2,028.21</u>	
Total current assets		\$13,999.82
Warehouse property		73,128.35
Equipment, furniture and fixtures		<u>10,556.36</u>
	Total Assets	<u>\$97,684.53</u>

Liabilities

Capital stock		\$17,500.00
Long-term notes		56,650.00
Current liabilities -		
Notes and accounts payable	\$6,987.54	
Accrued liabilities	1,718.24	
Other current liabilities	<u>1,055.56</u>	
Total current liabilities		9,761.34
Reserve for depreciation		7,498.71
Surplus		<u>6,274.48</u>
	Total Liabilities	<u>\$97,684.53</u>

At the close of 1947 the company's outstanding stock was reported held in equal shares by John J. Geiger, Earl S. Webb and Valah D. Webb. We now are advised that Mr. Geiger has sold his stock to the Webbs and that he no longer is a stockholder in the company.

The company leases the premises it occupies in Riverside but owns the warehouse properties in San Bernardino. The balance sheet indicates that it has invested \$83,684.71 in warehouse property, equipment and furniture and fixtures which has been provided, in part, through the issue of stock and notes payable. By Decision No. 40908, dated November 12, 1947, and Decision No. 41201, dated February 10, 1948, the Commission authorized the company to issue \$17,500 of stock and \$61,121.52

of notes for the purpose of financing, in part, its capital expenditures.

The indebtedness heretofore authorized has been reduced to \$56,650. Among the notes remaining outstanding, according to the present application, are two in favor of the company's present stockholders, one for \$11,000 due October 9, 1948, and one for \$10,000 due March 16, 1948. It is now proposed to exchange \$20,000 of this indebtedness for capital stock in order to reduce the company's interest charges. The remaining \$1,000 of the debt eventually will be paid in cash.

O R D E R

The Commission having considered the company's request and it being of the opinion that a public hearing is not necessary on this application, that the application should be granted, as herein provided, that the money, property or labor to be procured or paid for through the issue of the \$20,000 of stock is reasonably required by Inland Warehouse and Trucking Company for the purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income,

IT IS HEREBY ORDERED as follows:

1. Inland Warehouse and Trucking Company, after the effective date hereof and on or before September 30, 1948, may issue 200 shares of its capital stock of the aggregate par value of \$20,000, in payment of outstanding notes of like amount.

2. Inland Warehouse and Trucking Company shall file with the Commission a report, or reports, as required by the Commission's 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 Los Angeles, California, this 15th day of June, 1948.

R. E. Inman
Justice J. Calver
Harold P. Hale
Kenneth F. Foster
Commissioners