

ORIGINAL

Decision No. 41929

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of

PHIPPS COMPANY (Formerly
PHIPPS TRUCKING CO.)

Application
No. 29541

For an order authorizing issue
of stocks.

O P I N I O N

Phipps Company asks permission to issue and sell at \$100.00 per share, 150 shares of its no par value common stock and use the proceeds to acquire assets and maintain and conduct its business. The stock will be sold to Vance Phipps and Aubrey Phipps, or either of them.

Phipps Company, (formerly Phipps Trucking Company) is engaged in car unloading, (lumber) storage and appurtenant work. Applicant reports that it maintains a yard at 7157 Ansheim-Telegraph Road, Los Angeles, and that such yard is connected with a railroad spur track. Applicant states that 90% of the incoming freight is unloaded by it and delivered directly to the mill for resawing. The balance is stored upon its property for purposes of air-drying, grading, sorting, or ordinary storage, until the consignees have it delivered to them.

As of June 30, 1948, applicant reports assets and liabilities as follows:

Assets

Cash	\$	936.99
Accounts receivable		6,164.57
Deposits		75.00
Furniture & fixtures		551.21
Equipment		9,610.06
Lease		10,307.67
Total assets	\$	27,645.50

Liabilities

Accounts payable	\$	382.44
Notes payable		5,450.73
Interest payable		253.85
Reserves		1,287.42
Drawing account		206.00
Net worth		20,065.06
Total liabilities	\$	27,645.50

For the period February 1, 1948, through June 30, 1948; applicant reports revenues of \$38,948.90 and expenses of \$34,550.03 leaving a net profit of \$4,398.87. Its revenues includes \$27,785.99 obtained from car unloading.

As said applicant will use the proceeds from the issue of the 150 shares of stock to acquire capital assets and to maintain and operate its business.

O R D E R

The Commission having considered the request of Phipps Company for permission to issue 150 shares of its capital stock 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 the issue of said 150 shares of stock is reasonably required by Phipps Company for the purposes herein stated, which purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income and that this application should be granted as herein provided, therefore,

IT IS HEREBY ORDERED that Phipps Company be, and it is hereby, authorized to issue and sell, after the effective date hereof and on or before October 1, 1948, at not less than \$100.00 per share, 150 shares of its common capital stock and use the proceeds to acquire capital assets and to maintain and operate its business.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective twenty (20) days after the date hereof, and that within 30 days after the issue and sale of said shares of stock or any part thereof, Phipps Company shall file with the Commission a report showing the number of shares of stock issued and sold under the authority herein granted, the name or names of persons to whom said shares of stock were issued and sold and the consideration received thereof.

Dated at San Francisco, California, this 10th
August day of August, 1948.

Grant Powell

Harriet Kils

Samuel Potter

Commissioners