42927 Decision No. _

MMW

A.29627

ORIGINA

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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In the Matter of the Application

of

EL REY MILLING CO.,

a Corporation, for order authorizing issue of stocks.

Application No. 29627 (First Supplemental)

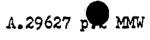
FIRST SUPPLEMENTAL OPINION AND ORDER

The Commission by Decision No. 41972, dated August 24, 1948, authorized El Rey Milling Co. to issue and sell, at not less than \$100 a share, on or before December 31, 1948, 2,000 shares of its stock. Applicant reports that pursuant to such authority it issued and sold 1,576 shares of stock.

Applicant is engaged in the public utility warehouse business in King City, Monterey County. It intends to construct, at a cost of about \$40,000, bulk grain storage facilities. A copy of its plans and specifications for the new structure has been filed in this application. To pay the cost of constructing the bulk grain storage facilities or to pay indebtedness incurred for that purpose, and to maintain and improve its service, applicant asks permission to issue and sell 424 shares of stock. Applicant's supplemental application shows that present stockholders, ranchers and prospective customers have orally agreed to acquire the shares of stock.

The Commission has considered applicant's first supplemental application and is of the opinion that there is no need to

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hold a hearing thereon, that the money, property or labor to be procured or paid for by the issue and sale of said 424 shares of stock is reasonably required by applicant for the purposes herein stated, which purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income, and that applicant's first supplemental application should be granted; therefore,

IT IS HEREBY ORDERED as follows:

1. El Rey Milling Co. may issue and sell, on or before November 30, 1949, at not less than \$100 per share, 424 shares of its stock, and use the proceeds to pay the cost of acquiring and constructing the bulk grain storage facilities referred to herein or to pay indebtedness incurred for that purpose, and to raintain and improve its service.

2. El Rey Milling Co. shall file with the Commission, on or before December 31, 1949, a report showing the number of shares of stock issued and sold under the authority herein granted, the names of the persons to whom said shares were sold, the number of shares sold to each person, the consideration received per share and the purposes for which it has expended the stock proceeds.

3. The authority herein granted will become effective •twenty (20) days after the date hereof.

Dated àt Jos lingelie, California, this 12 day

of June, 1949.

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