

Decision No. 44450

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)	
of Star & Crescent Ferry Company	:	
and Star and Crescent Boat Co. for)	
an Order Authorizing the Sale and	:	
Transfer by Star and Crescent Boat)	
Co. to Star & Crescent Ferry Company	:	Application
of Certain Property and of its Certi-)	No. 31483
ificate of Public Convenience and	:	
Necessity, and the Application of)	
Star & Crescent Ferry Company for an	:	
Order Authorizing Issue of Stock.)	
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O P I N I O N

This is an application for an order authorizing Star and Crescent Boat Co., hereinafter referred to as the Old Company, to sell and transfer certain ferry boats and other assets to Star & Crescent Ferry Company, hereinafter referred to as the New Company, and authorizing said New Company to issue 1,000 shares of its capital stock of the aggregate par value of \$100,000.

The application shows that the Old Company is, and for many years has been, engaged in operating a passenger ferry service on San Diego Bay under a certificate of public convenience and necessity granted by the Commission by Decision No. 14876, dated May 1, 1925, and in conducting other operations. For the six months ending March 31, 1950, it reports its revenues from its various operations as follows:

North Island Ferry	\$ 95,540.50
Charter rental	132.00
Shore boating	41,466.94
Towing	44,979.04
Bay trips	17,126.04
Lighter rental	190.00
Tankers and barges	<u>263,103.47</u>
Total	<u>\$462,537.99</u>

It appears that those in control of the affairs of the Old Company have concluded to separate the public utility ferry operations from the other operations, and to that end have caused the organization of the New Company to take over the assets and properties used in such ferry operations and thereafter to continue the ferry service. The assets and properties to be transferred to the New Company, in addition to the operative rights, and their cost and estimated present value, are reported as follows:

	<u>Original Cost</u>	<u>Present Value</u>
Ferry Del Mar	\$ 38,057.09	\$ 27,416.64
Ferry Glorietta	33,374.09	25,322.54
Ferry Juanita	37,863.98	*
Ferry Point Loma	34,664.67	*
Ferry Ramona	34,630.24	26,522.17
Ferry Star	18,739.87	*
Ferry Victory #1	5,000.00	816.66
Ferry Victory #2	7,301.68	4,775.19
Landing floats	17,123.72	9,814.10
10 turnstiles & miscellaneous wharf equipment	<u>9,010.83</u>	<u>5,612.27</u>
	235,766.17	100,279.57
Cash		<u>20,000.00</u>
Total assets to be transferred		<u>\$120,279.57</u>

*Fully depreciated.

The New Company was organized on or about November 29, 1949, with an authorized capital stock of 1,000 shares of the aggregate par value of \$100,000. According to this application, it will issue all of its authorized shares for and in consideration of the sale and transfer of the assets and properties to which reference is made.

Applicants allege that the sale and transfer, as here proposed, will simplify the accounting for the separate operations and will not result in any interruption or impairment of service to

the public. Accordingly, an order will be entered.

O R D E R

The Commission having considered the above entitled matter and being of the opinion that a public hearing thereon is not necessary, 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 shares of stock herein authorized 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; therefore,

IT IS HEREBY ORDERED as follows:

1. Star and Crescent Boat Co., after the effective date hereof and on or before December 31, 1950, may sell and transfer the assets and properties described in this application, including the certificate of public convenience and necessity granted by Decision No. 14876, dated May 1, 1925, to Star & Crescent Ferry Company, for and in consideration of the issue to it of 1,000 shares of the capital stock of said Star & Crescent Ferry Company.
2. Star & Crescent Ferry Company, after the effective date hereof and on or before December 31, 1950, may issue said 1,000 shares of stock for the aforesaid purpose.
3. The action taken herein shall not be construed to be a finding of the value of the properties herein authorized to be transferred.
4. On not less than one (1) day's notice to the Commission and to the public, applicants shall join in common supplement to the

tariff on file with the Commission in the name of Star and Crescent Boat Co. to show that said Star and Crescent Boat Co. has withdrawn or canceled, and that Star & Crescent Ferry Company concurrently has adopted or established as its own, said rates, rules and regulations. The tariff filings made pursuant to this order in all respects shall comply with the Commission's Tariff Circular No. 2.

5. Star & Crescent Ferry Company shall file with the Commission a report of the issue of the stock herein authorized, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

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

Dated at San Francisco, California, this 27th day of June, 1950.

A. E. Anderson

Robert H. Hill
Harold P. Hill

Commissioners