

Decision No. 51194

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
TIPCO WAREHOUSE COMPANY, a corporation, :  
for permission to sell and issue its )  
securities. :  
----- )

Application  
No. 36641  
(and Amendment)

OPINION AND ORDER

Tipco Warehouse Company, applicant herein, is a California corporation organized on January 7, 1955, with an authorized capital stock of 20,000 shares of the par value of \$10 each. In this application it seeks authorization to issue 4,000 shares, of the aggregate par value of \$40,000, and a \$33,000 promissory note.

Applicant was organized to conduct a public utility warehouse business in Gustine, Merced County. Its capital requirements, according to the application, aggregate \$73,000, including \$11,000 as the purchase price of 2½ acres of land, \$50,000 as the cost of erecting a concrete warehouse building together with the improvements necessary for its use as a public warehouse, and \$12,000 for working capital.

To obtain the required funds applicant proposes to issue 4,000 shares of its capital stock, at \$10 a share, to Ted Peters, Jr., Lowell N. Peters, Wilbur E. Gomes, Robert S. Manlove and Arthur D. Davenport for cash, and to borrow \$33,000 from Bank of America National Trust and Savings Association. The amount to be thus borrowed will be represented by a promissory note, payable in equal monthly installments over a period of 10 years with interest at the rate of 5% per annum. The payment of the note will be secured by a deed of trust on the land and improvements.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the application

should be granted, as herein provided, that the money, property or labor to be procured or paid for by the issue of the shares of stock and note herein authorized is reasonably required by applicant for the purposes specified herein, and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

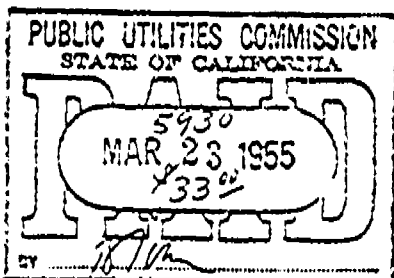
IT IS HEREBY ORDERED as follows:

1. Tipco Warehouse Company, on or after the effective date hereof and on or before July 31, 1955, may issue and sell 4,000 shares of common stock, at par for cash, may execute a deed of trust and may issue a note in the principal amount of \$33,000, all for the purposes set forth in this application, as amended. The deed of trust and note shall be in, or substantially in, the same form as those filed in this proceeding.

2. Tipco Warehouse Company shall file with the Commission monthly reports 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 when applicant has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$33.

Dated at San Francisco, California, this 15<sup>th</sup> day of March, 1955.



[Signature]  
President

[Signature]

[Signature]

[Signature]

Commissioners