

ORIGINAL

Decision No. 51701

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
STOCKTON ELEVATORS, a corporation,)	Application
for authorization to issue stock.)	No. 37070
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	:

OPINION AND ORDER

Stockton Elevators, a corporation, has filed this application for authorization to issue and sell, at par for cash, 5,000 shares of its capital stock of the par value of \$5 each and of the aggregate par value of \$25,000.

Applicant was organized under the laws of California on October 21, 1954, and during November of that year entered upon the public utility storage business in Stockton, occupying, under lease arrangements, certain premises consisting of a grain elevator of 800,000 bushels capacity, a flat storage warehouse of 31,200 square feet of space, and other warehousing facilities. For the first four months of 1955 it reported revenues of \$70,626 and net profits, before taxes, of \$16,313.

Although applicant was organized in 1954 and has been engaged in business for several months it has not as yet issued stock. According to its application it has invested \$122,910 in equipment, current and other assets and has financed itself to the extent of \$81,596 with borrowed moneys, the remainder of its requirements having been met with proprietary capital. It now seeks to issue the \$25,000 par value of stock covered by this application against its proprietary investment.

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 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. Stockton Elevators, a corporation, may issue and sell, at par, not exceeding \$25,000 par value of stock on or before October 31, 1955, for the purposes set forth in this application.

2. Stockton Elevators 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 20 days after the date hereof.

Dated at Los Angeles, California, this 18th day of July, 1955.

Justin J. Callahan
 President

Paul W. Greiner

William J. Doolan

W. H. Hardy

 Commissioners