

Decision No. _____

61125

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of

AMERICAN TRANSFER CO.,
a California corporation,

Application No. 42807

For an Order Authorizing the Issuance
of Shares of Capital Stock as a Share
Dividend.

OPINION AND ORDER

This application was filed on October 31, 1960, for an order of the Commission authorizing American Transfer Co., a corporation, to issue 2,600 shares of its common stock of the aggregate par value of \$260,000.

Applicant is engaged in business as a highway common carrier of petroleum and petroleum products in bulk and as a petroleum irregular route carrier in California. A review of its application shows that as of July 31, 1960, it had invested the total sum of \$708,863 in net current assets and in tangible property; that it had financed this amount with equipment obligations of \$53,742, common stock of \$240,000 and retained earnings of \$415,121; and that it now proposes to issue the additional \$260,000 of common stock to capitalize a portion of the retained earnings and to distribute such stock to the present shareholders as a stock dividend.

The Commission has considered this matter and finds and concludes that a public hearing is not necessary; that applicant has had earnings from operations in excess of the proposed stock issue; that such earnings have been invested in the assets of the business; and that an order properly can be made authorizing the issue of stock in the amount requested; therefore,

IT IS HEREBY ORDERED as follows:

1. American Transfer Co., a corporation, on or after the effective date hereof and on or before March 31, 1961, may issue not to exceed 2,600 shares of its common stock in the manner and for the purpose set forth in this application, it being the opinion of the Commission that the money, property or labor to be procured or paid for by the issue of such stock is reasonably required for the purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income.

2. American Transfer Co. shall file with the Commission a report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

