

ORIGINAL

Decision No. 62239

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of

MODESTO TERMINALS, a
California corporation,

for an order authorizing it to
issue shares of its capital stock.

Application No. 43548

OPINION AND ORDER

This application was filed on June 27, 1961, by Modesto Terminals, a corporation, for authorization to issue 250 shares of its common stock of the par value of \$100 each and of the aggregate par value of \$25,000.

The application shows that Modesto Terminals, since January 1, 1961, has been engaged in the public utility warehouse business in Modesto; that it is a wholly-owned subsidiary of Beard Land and Investment Co.; that its net investment in its assets, as of May 31, 1961, aggregated approximately \$13,000 of which \$10,800 was represented by accounts payable to Beard Land and Investment Co. and approximately \$2,200 by common stock equity capital.

Applicant reports that it now desires to improve its net worth position and that it has made arrangements to issue \$10,800 par value of its stock to Beard Land and Investment Co. in cancellation of the outstanding indebtedness of like amount and to sell \$14,200 par value of stock for cash to the same company in order to obtain additional capital.

The Commission has considered this application and finds and concludes that a public hearing is not necessary; that the money, property or labor to be procured or paid for by the issue of the stock herein authorized is reasonably required 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 ORDERED that -

1. Modesto Terminals, a corporation, on or after the effective date hereof and on or before December 31, 1961, may issue not to exceed \$25,000 par value of its common stock and deliver \$10,800 thereof to Beard Land and Investment Co. in cancellation of outstanding indebtedness of like amount and sell the remaining \$14,200 at par for cash in order to obtain working capital.

2. Modesto Terminals, a corporation, shall file a report, or 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 shall become effective on the date hereof.

Dated at San Francisco, California,
this 11th day of July, 1961.

Ernest A. Rago
President
John E. McNeill
E. L. Fox
George H. Fowler
Fredrick B. Holoboff
Commissioners