ORIGINAL

Decision No. _____64019_____

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
LOUIS J. AMARAL, an individual doing)
business as L & V TRUCKING to) Application No. 44652
transfer properties to) Filed July 20, 1962
L & V TRUCKING, INC., and to issue)
stock and assume certain obligations.)
_____)

O P I N I O N

This is an application for an order of the Commission
authorizing L & V Trucking, Inc., to assume liabilities and
obligations and to issue $56,720 par value of its capital
stock for certain assets of Louis J. Amaral, an individual
doing business as L & V Trucking.

By Decision No. 63842, dated June 26, 1962, in
Application No. 44524, the Commission, among other things,
authorized L & V Trucking, Inc., to purchase and acquire from
Brown Drayage, Inc., a certificate of public convenience and
necessity permitting operations as a highway common carrier
of general commodities between San Francisco, Richmond, San
Jose, Santa Cruz and intermediate points. In that application
and decision it was set forth that L & V Trucking, Inc., was
also taking steps to acquire from Louis J. Amaral certain
radial, contract and city carrier permits and tangible assets
and that at a later date the corporation would file an appli-
cation to issue stock in an amount equivalent to the net worth
of the business to be acquired from Louis J. Amaral.

It now appears that arrangements have been completed, and authorization is requested, for the transfer by Louis J. Amaral of his operative permits, a fleet of equipment, shop and garage facilities and current assets, subject to liabilities of $95,435.71, to L & V Trucking, Inc., in exchange for $56,720 par value of stock. A pro forma statement, as of June 4, 1962, giving effect to the transfer, is as follows:

Assets

Current assets	$ 29,833.53
Equipment - Cost less depreciation reserve -	
Revenue equipment	110,283.04
Service equipment	10,211.38
Shop equipment	1,385.60
Office furniture and equipment	444.50
Total	$152,158.05

Liabilities

Current liabilities	$13,312.83	
Notes payable over one year	17,004.04	
Contracts and chattel mortgages	65,118.84	
Total liabilities		$ 95,435.71
Net worth		56,722.34
Total		$152,158.05

The application shows that L & V Trucking, Inc., will be acquiring a going concern which produced gross revenues of $318,460 in 1961 and $149,470 in the first five months of 1962, and yielded net profits of $30,683 in 1961 and $11,054 in the 1962 period, after provision for depreciation and payment of interest. Exhibit A indicates that the corporation will acquire 45 units of equipment from Louis J. Amaral.

Upon considering this matter we find and conclude 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 purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income.
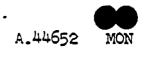
We will enter an order granting the request of the corporation to assume obligations and to issue stock. A separate application, or applications, must be filed for the transfer of the radial, contract and city carrier permits.

O R D E R

The Commission has considered the above-entitled application and has determined that a public hearing is not necessary, therefore,

IT IS ORDERED that -

1. L & V Trucking, Inc., on or after the date hereof and on or before December 31, 1962, for the purpose set forth in this application, may issue not to exceed 5,672 shares of its $10 par value capital stock, and may assume the outstanding liabilities and obligations referred to in the foregoing opinion.

2. L & V Trucking, Inc., 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.

3. This order shall become effective on the date hereof.

Dated at _____San Francisco_____ , California, this _3/st_ day of _____JULY_____ , 1962.

George G. Grover
President

Commissioners