

ORIGINAL

Decision No. 78796

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
OVERLAND TERMINAL WAREHOUSE COMPANY,  
a corporation, to transfer to  
VELTMAN WAREHOUSE CO., a corporation,  
a certificate of public convenience  
and necessity to operate as a public  
warehouseman in the City of Los  
Angeles, California and to expand the  
authorized space of said certificate  
of public convenience and necessity.

Application No. 52606  
(Filed May 7, 1971)

O P I N I O N

Overland Terminal Warehouse Company, a corporation, (Overland) requests authority to sell and transfer, and Veltman Warehouse Co., a corporation, (Veltman) requests authority to purchase and acquire, a certificate of public convenience and necessity authorizing operations as a public utility warehouseman in 150,000 square feet of space in the City of Los Angeles as well as certain specified personal property and equipment. Veltman also requests that the certificate be amended by increasing the amount of authorized space from 150,000 square feet to 300,000 square feet, exclusive of the 50,000 square feet of expansion permissible under Section 1051 of the Public Utilities Code.

The certificate was granted by Decision No. 23343 dated February 2, 1931, in Application No. 16935. The agreed cash consideration is \$25,000. A value of \$22,500 is placed upon the tangible personal property, consisting of office equipment and handling equipment, and a value of \$2,500 is placed upon the certificate and goodwill. As of April 14, 1971, Veltman indicated a net value of

\$19,548. Mr. Raymond Veltman is the sole shareholder of all of the issued and outstanding stock of Veltman. His personal net worth exceeds \$500,000 and he will advance to Veltman whatever funds are necessary to consummate the purchase and to conduct operations.

It is alleged that the building in which Overland presently conducts operations as a public utility warehouseman, and which Veltman will occupy pursuant to a lease arrangement, contains approximately 426,393 square feet of space; that Overland is presently using 315,684 square feet of space for public warehousing purposes; that increased demands for public warehouse space have resulted in Overland's use of 300,000 square feet of space, which exceeds the 150,000 square feet of space that was authorized in 1931; that expansion of the authorized space to 300,000 square feet will allow Veltman to continue Overland's existing operation and at the same time bring about a compliance with the Commission's rules and regulations.

A copy of the application was served upon the Los Angeles Warehousemen's Association and four other individual public warehouses presently operating in the Los Angeles area. No protest has been received.

After consideration the Commission finds that the proposed transfer would not be adverse to the public interest and that public convenience and necessity require the expansion of storage space as proposed. A public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. On or before December 1, 1971, Overland Terminal Warehouse Company may sell and transfer, and Veltman Warehouse Co. may

purchase and acquire, the operative rights and property referred to in the application.

2. Within thirty days after the consummation of the transfer herein authorized, purchaser shall notify the Commission, in writing, of that fact and within said period shall file with the Commission a true copy of any bill of sale or other instrument of transfer which may be executed to effect said transfer.

3. Purchaser shall amend or reissue the tariffs on file with the Commission, naming rates and rules governing the warehouse operations herein to show that it has adopted or established, as its own, said rates and rules. The tariff filings shall be made effective not earlier than ten days after the effective date of this order on not less than ten days' notice to the Commission and the public, and the effective date of the tariff filings shall be concurrent with the consummation of the transfer herein authorized. The tariff filings made pursuant to this order shall comply in all respects with the regulations governing the construction and filing of tariffs set forth in the Commission's General Order No. 61-A. Failure to comply with and observe the provisions of General Order No. 61-A may result in a cancellation of the operating authority granted by this decision.

4. On or before the end of the third month after the consummation of the transfer as herein authorized, purchaser shall cause to be filed with the Commission, in such form as the Commission may prescribe, an annual report, or reports, related to the operations of the seller for the period commencing with the first day of the current fiscal year to and including the effective date of the transfer.


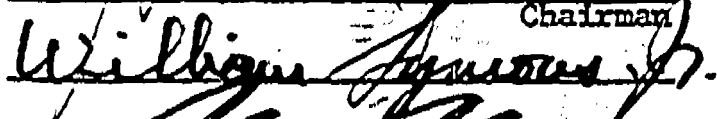


5. In the event the transfer authorized in paragraph 1 hereof is consummated, a certificate of public convenience and necessity is granted to Veltman Warehouse Co., a corporation, as a public utility warehouseman, as defined in Sections 239(b) and 239(c) of the Public Utilities Code, for the operation of storage or warehouse floor space as set forth in Appendix A attached hereto and made a part hereof.

6. The certificate of public convenience and necessity granted in paragraph 5 of this order shall supersede the certificate of public convenience and necessity granted by Decisions Nos. 23343, 24318 and 26691, which certificates are revoked effective concurrently with the effective date of the tariff filings required by paragraph 3 hereof.

7. Within thirty days after the transfer herein authorized is consummated, purchaser shall file a written acceptance of the certificate herein granted. Purchaser is placed on notice that, if it accepts the certificate of public convenience and necessity herein granted, it will be required, among other things, to file annual reports of its operations.

The effective date of this order shall be twenty days after the date hereof.

Dated at San Francisco, California, this 15<sup>th</sup> day of JUNE, 1971.

  
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Chairman  
  
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Commissioners

Veltman Warehouse Co., a corporation, by the certificate of public convenience and necessity granted in the decision noted in the margin, is authorized to operate as a public utility warehouseman as defined in Sections 239(b) and 239(c) of the Public Utilities Code for the operation of storage or warehouse floor space as follows:

<u>Location</u>	<u>Number of Square Feet of Floor Space</u>
Los Angeles	300,000

(The floor space shown is exclusive of the expansion permissible under Section 1051 of the Public Utilities Code.)

(END OF APPENDIX A)

Issued by California Public Utilities Commission.

Decision No. 78796, Application No. 52606.