

Decision No. 81010

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of:

Application of INTRASTATE RADIO
TELEPHONE, INC. OF SAN FRANCISCO,
a corporation, for authority to
issue 300 shares of capital
stock; and the Application of
JOSEPH A. SMILEY, an individual,
dba CENTRAL EXCHANGE MOBILE
RADIO for authority to acquire
100 shares of said stock.

Application No. 53780
(Filed January 8, 1973)

O P I N I O N

Intrastate Radio Telephone, Inc. of San Francisco seeks authority to issue 300 shares of its \$100 par value common stock, and Joseph A. Smiley seeks authority to acquire 100 of said shares.

Intrastate Radio Telephone, Inc. of San Francisco is a California corporation providing public utility radiotelephone service and nonutility telephone answering service in and around San Francisco. Joseph A. Smiley, an individual doing business as Central Exchange Mobile Radio, provides public utility radiotelephone service and nonutility telephone answering service in and around Palo Alto.

The balance sheet of Intrastate Radio Telephone, Inc. of San Francisco at September 30, 1972, as summarized from Attachment A to the application, is as follows:

Assets

Current assets	\$133,008
Net radiotelephone plant	90,505
Other assets	<u>15,195</u>
Total	<u>\$238,708</u>

Liabilities

Current liabilities	\$186,320
Common stock equity	<u>52,388</u>
Total	<u>\$238,708</u>

Intrastate Radio Telephone, Inc. of San Francisco proposes to issue 300 shares of its \$100 par value common stock to three of its present shareholders at par for cash. Joseph A. Smiley proposes to acquire 100 of said shares. The proceeds would be used to reimburse the company's treasury for capital expenditures made during a recent period of rapid plant expansion. The application indicates an estimated net radiotelephone plant exceeding \$110,000 at December 31, 1972.

After consideration the Commission finds that:

1. The proposed stock issue is for a proper purpose.
2. The proposed acquisition of additional shares of stock of Intrastate Radio Telephone, Inc. of San Francisco by Joseph A. Smiley would not be adverse to the public interest .
3. 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, which purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income.

On the basis of the foregoing findings we conclude that the application should be granted. A public hearing is not necessary.

In issuing our order herein, we place Intrastate Radio Telephone, Inc. of San Francisco and its shareholders on notice that we do not regard the number of shares outstanding, the total par value of the shares nor the dividends paid as measuring the return it should be allowed to earn on its investment in plant, and that the authorization herein granted is not to be construed as a finding of the value of the company's stock or properties nor as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that:

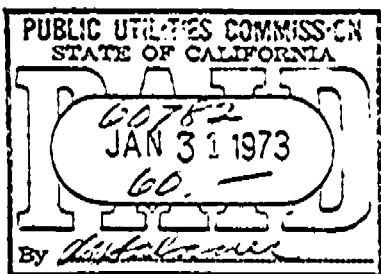
1. Intrastate Radio Telephone, Inc. of San Francisco, on or after the effective date hereof and on or before April 30, 1973, for the purpose specified in the application, may issue not exceeding 300 shares of its \$100 par value common stock at par for cash.

2. Joseph A. Smiley may purchase and acquire 100 shares of the common stock authorized by Ordering Paragraph No. 1 hereof.

3. Intrastate Radio Telephone, Inc. of San Francisco shall file with the Commission the report required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

4. This order shall become effective when Intrastate Radio Telephone, Inc. of San Francisco has paid the fee prescribed by Section 1904.1 of the Public Utilities Code, which fee is \$60.

Dated at San Francisco, California, this 30th day of JANUARY, 1973.



President
William Synovis Jr.

[Signature]

[Signature]

[Signature]
Commissioners

Commissioner Vernon L. Sturgeon, being necessarily absent, did not participate in the disposition of this proceeding.