

ORIGINAL

Decision No. 86158

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of)
 SIERRA PACIFIC INDUSTRIES and)
 D G SHELTER PRODUCTS COMPANY to) Application No. 56548
 transfer control of Quincy Railroad) (Filed June 10, 1976)
 Company from D G Shelter Products)
 Company to Sierra Pacific Industries.)

O P I N I O N

Sierra Pacific Industries seeks authority to control Quincy Railroad Company.

Quincy Railroad Company is a California corporation engaged in common carrier railroad operations between Quincy and Quincy Junction in Plumas County, California. The railroad operates primarily as a freight carrier of lumber and lumber products. Its balance sheet at March 31, 1976, as summarized from Exhibit E attached to the application, is as follows:

Assets

Current assets	\$108,630
Road and equipment property -	
less depreciation	203,240
Deferred charges	<u>7,133</u>
Total	<u>\$319,003</u>

Liabilities

Current liabilities	\$ 40,911
Compensation insurance reserve	1,349
Deferred credits	10,451
Capital stock	30,000
Retained income	<u>236,292</u>
Total	<u>\$319,003</u>

Sierra Pacific Industries is a California corporation. engaged primarily in the manufacturing and marketing of lumber and lumber products. It proposes to purchase from D G Shelter Products Company 296 of the 300 outstanding shares of capital stock of Quincy Railroad Company for a total cash price of \$266,292. The resulting transfer of control is in conjunction with the sale by D G Shelter Products Company to Sierra Pacific Industries of certain lumber manufacturing facilities located at Quincy, California. According to the application, such facilities are the primary customer of Quincy Railroad Company.


After consideration the Commission finds that control of Quincy Railroad Company by Sierra Pacific Industries would not be adverse to the public interest, and that there is no known opposition and no reason to delay granting the relief requested. On the basis of these findings we conclude that the application should be granted, and that the effective date of the order should be the date on which it is signed. A public hearing is not necessary. The action taken herein shall not be construed as a finding of the value of capital stock of Quincy Railroad Company.


O R D E R

IT IS ORDERED that Sierra Pacific Industries may control Quincy Railroad Company.

The effective date of this order is the date hereof.

Dated at San Francisco, California, this 27th day
of JULY, 1976.



President


Commissioners

Commissioner Leonard Ross, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioner Robert Batimovich, being necessarily absent, did not participate in the disposition of this proceeding.