

Decision No. 17545

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
CITY TRANSFER & STORAGE COMPANY }
for authority to execute a note. }

ORIGINAL

Application No. 13203.

BY THE COMMISSION:

OPINION AND ORDER

City Transfer & Storage Company, a corporation, asks permission to execute a note, secured by deed of trust, in the principal amount of \$24,507.

It appears that City Transfer & Storage Company is engaged in the general warehouse and storage business in Long Beach and in the transportation of goods in and between Long Beach and Los Angeles. This application shows that on September 18, 1923, the corporation executed a deed of trust and issued its note to California Security Loan Corporation for \$30,000. payable in one hundred and twenty-one monthly installments with interest at the rate of 8.4 percent per annum, final payment being due September 8, 1933. The company reports that the note was executed to provide the cost of erecting a garage and freight terminal in Long Beach used in both its utility and non-utility operations. At present approximately \$24,507. is due on the indebtedness.

The issue of the note was not authorized by this

Commission. It is recited in the petition, however, that failure to obtain such authority was not the result of any attempt or intent to evade the law but was due to ignorance on the part of the company of the provisions of the Public Utilities Act relating to the issue of securities. Upon having its attention called to these provisions it filed this application for permission to issue a new note, to be dated September 18, 1926, to refund the balance due.

A public hearing having been held before Examiner Fankhauser, and the Commission being of the opinion that the money, property or labor to be procured or paid for through the issue of the note is reasonably required by applicant for the purpose specified herein, and that the expenditures are not in whole or in part reasonably chargeable to operating expenses or to income and that this application should be granted as herein provided,

IT IS HEREBY ORDERED that City Transfer & Storage Company be, and it hereby is, authorized to execute a deed of trust, substantially in the same form as that filed with the application herein, and to issue its note in the principal amount of approximately \$24,507., dated September 18, 1926, and payable on or before September 18, 1933, with interest at not exceeding 8.4 per cent per annum, for the purpose of refunding the balance due on the \$30,000. of indebtedness represented by the note herein referred to and dated September 18, 1923, to California Security Loan Corporation.

The authority herein granted is subject to the following conditions:-

- (1) The authority herein granted to execute a deed of trust is for the purpose of this proceeding only and is granted only insofar as the Commission has jurisdiction under the terms of the Public

- (3) The authority herein granted shall become effective when applicant has paid the minimum fee prescribed by Section 57 of the Public Utilities Act and Section 6 of the Auto Stage and Truck Transportation Act, which fee is Twenty-five (\$25.00) Dollars.

DATED at San Francisco, California, this
day of October, 1926.

Free \$25⁰⁰/₁₀₀
1926
~~H. G. Martin~~

W. H. Burdige
P. Leavelle
Zinnick
Thos. B. Boudin

Commissioners.