

LEM

Decision No. 19966.

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
THOMAS & SON,)
for an order authorizing the issue) Application No. 14777
of a note in the amount of \$8,000.)

F. O. Wickstrom, for applicant.

BY THE COMMISSION:

ORDER

Thomas & Son, engaged in the freight transfer business on Terminal Island, and in the transfer of freight between Los Angeles and Terminal Island, asks permission to issue an \$8,000.00 seven percent note due September 30, 1928, to refund \$8,000.00 of outstanding indebtedness and to execute a deed of trust to secure the payment of the note. The deed of trust will be a lien on Lots One (1), Two (2), Three (3), and Four (4) in Block One (1), East San Pedro, as per map recorded in Book 52, Page 13, et seq. of miscellaneous records.

The property on which the deed of trust will be a lien is being used both in the transfer business on Terminal Island and in the transfer of freight between Los Angeles and Terminal Island. The indebtedness which applicant asked permission to refund through the issue of the \$8,000.00 note, was incurred more than a year ago, and therefore it is necessary that the Commission authorize the issue of the note in question.

As of December 31, 1927 Thomas & Son report the cost of their plant and equipment at \$47,201.40. From this cost applicant deducts a depreciation reserve of \$28,142.42, leaving a net investment of \$19,058.98. The investment in other property is reported at \$2,490.34 and the current assets at \$4,187.91, which sums, added to the \$19,058.98, result in total assets of \$31,737.23.

Applicant has no indebtedness except current liabilities of \$3,288.55 and the \$8,000.00 note which it now asks permission to issue.

The Commission has considered the request of applicant and is of the opinion that the money, property or labor to be procured or paid for through the issue of the \$8,000.00 note, is reasonably required by applicant and that the expenditures herein authorized are not in whole or in part reasonably chargeable to operating expense or to income, and that this application should be granted as herein provided, therefore,

IT IS HEREBY ORDERED as follows;-

1. Samuel E. Thomas and Nannie E. Thomas, his wife, and Clyde A. Thomas and Rose Thomas, his wife, may execute a deed of trust substantially in the same form as the deed of trust filed in this proceeding, for the purpose of securing the payment of the note, the issue of which is herein authorized.
2. Thomas & Son may issue an \$8,000.00 seven percent note due September 30, 1928, for the purpose of refunding the \$8,000.00 indebtedness referred to in this application.
3. The authority herein granted to execute a deed of trust is for the purpose of this proceeding only, and is granted insofar as this Commission has jurisdiction under the terms of the Auto Stage and Truck Transportation Act, and is not intended as an approval of

such deed of trust as to such other legal requirements to which said deed of trust may be subject.

4. The authority herein granted to issue the note and execute the deed of trust will become effective when applicant has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is \$25.00.

DATED at San Francisco, California, this 29th day of June, 1928.

Fee \$25.00
RAILROADS COMMISSION
STATE OF CALIFORNIA
JUN 29 1928
By [Signature]
Fee # 35000

[Signature]
[Signature]
[Signature]
[Signature]
Commissioners.