

**ORIGINAL**

Decision No. 21513

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )	
PIONEER TRUCK AND TRANSFER COMPANY )	
OF LOS ANGELES to borrow money and )	Application No. 15971.
execute a deed of trust as security )	
therefor. )	

George L. Colburn, for Applicant.

BY THE COMMISSION:

O P I N I O N

Pioneer Truck and Transfer Company of Los Angeles asks permission to issue a note for \$75,000.00 in favor of Pacific Mortgage Guaranty Company and to execute a deed of trust to secure the payment of the same for the purpose of obtaining funds to construct a warehouse building.

Pioneer Truck and Transfer Company of Los Angeles is a California corporation and is engaged in the operation of a drayage business in the City of Los Angeles and, as a part of such business, operates between the main portion of the City of Los Angeles and the ports of said city, commonly known as San Pedro and Wilmington. From twenty to twenty-five percent of applicant's business is under the jurisdiction of the Railroad Commission.

The company is the owner of lots "A" and "B" in Tract 6839 in the City of Los Angeles as per map thereof recorded in Book 100, Page 50, of maps, in the office of the County Recorder of Los Angeles County. A part of said lots is not used by the company in its drayage business, nor in the business conducted by it in the transportation of goods, wares and merchandise between the City of Los Angeles and

the ports of Wilmington and San Pedro. The company proposes to construct on the non-operative portion of said lots, a two story class "A" warehouse building with dimensions of about 160 feet x 110 feet. The building when completed will be leased in its entirety by Libby, McNeil and Libby for a term of ten years ending January 31, 1940, at an annual rental of \$15,399.50. Applicant has entered into a contract with John M. Cooper Company, Incorporated to erect the warehouse building at a cost not to exceed \$93,800.00.

It is for the purpose of paying in part the cost of such building that applicant desires authority to borrow \$75,000.00 and issue its note as evidence of such loan. The note is to be dated September 18, 1929 and to be payable in semi-annual installments of \$5,000.00. The deferred payments are to draw interest at the rate of seven percent, payable semi-annually.

There has been filed in this proceeding as Exhibit "A", a copy of applicant's proposed deed of trust which it intends to execute to the California Trust Company. The deed of trust will be a lien on the company's non-operative properties. We have examined this proposed instrument and find the same to be in satisfactory form.

#### ORDER

Pioneer Truck and Transfer Company of Los Angeles having asked permission to issue a note for \$75,000.00 and execute a deed of trust, the Commission having considered the request of applicant and being of the opinion that this is a matter in which a public hearing is not necessary, that the money, property or labor to be procured or paid for through the issue of the \$75,000.00 note is reasonably required by applicant and that the expenditure 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. Pioneer Truck and Transfer Company of Los Angeles may, on or before December 1, 1929, issue a note in the principal sum of \$75,000.00, said note to contain substantially the same terms and provisions as the note filed in this proceeding as Exhibit "A", and use the proceeds obtained from the issue of said note to pay in part the cost of constructing the building referred to in this application.

2. Pioneer Truck and Transfer Company of Los Angeles may execute a deed of trust in substantially the same form as the deed of trust filed in this proceeding and marked Exhibit "A", provided that the authority herein granted to execute such 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 Public Utilities Act and is not intended as an approval of said deed of trust as to such other legal requirements to which said deed of trust may be subject.

3. The authority herein granted will become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act and Section 6 of the Auto Stage and Truck Transportation Act.

4. Pioneer Truck and Transfer Company shall file a report

or reports as required by the Commission's General Order No. 24,  
which order insofar as applicable is made a part of this order.

DATED at San Francisco, California, this 27<sup>th</sup>  
day of September, 1929.

Thos. G. Lovell

C. J. Sawyer

Ernest C. Cots

Leon C. Whitehall

W. J. Lee

Commissioners.

Fee \$ 75 <sup>00</sup>/<sub>100</sub>

RAILROAD COMMISSION

SEP 29 1929

W. J. Lee

Fee #