

Decision No. 22286

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)  
CITY TRANSFER & STORAGE COMPANY, )  
for order authorizing deed of trust) Application No. 16387  
securing loan. )

BY THE COMMISSION:

O P I N I O N

City Transfer & Storage Company, a corporation, has applied to the Railroad Commission for permission to execute a deed of trust and to issue a promissory note in the principal amount of \$35,000.00, payable in 121 monthly installments, for the purpose of paying outstanding indebtedness.

The application shows that the company is engaged in business as a common carrier of freight by auto trucks between Los Angeles and Long Beach and intermediate points, and between Long Beach, Wilmington, San Pedro and East San Pedro, and between Long Beach and various points within a radius of twenty-five miles of Long Beach, and also in the business of local drayage, trucking, baggage hauling, warehousing and storage of household goods, etc. The assets and liabilities of the company, as of December 31, 1929, are reported as follows:

ASSETS

Plant and equipment.....	\$434,934.64
Securities owned.....	1,100.00
Cash.....	1,310.00
Notes receivable.....	5,962.17
Accounts receivable.....	41,140.19
Materials and supplies.....	4,278.33
Prepayments.....	<u>8,405.83</u>

Total Assets.....\$497,131.16

LIABILITIES

Capital stock.....	\$100,000.00
Notes payable.....	53,192.60
Accounts payable.....	11,428.37
Reserve for depreciation.....	168,617.72
Other reserves.....	134,998.55
Surplus.....	<u>28,893.92</u>

Total Liabilities...\$497,131.16

The company reports that it has been borrowing moneys from the Bank of Italy on ninety day notes to take care of the purchasing of equipment, etc., and that at the present time it is indebted to the bank in the amount of \$35,000.00, which is due and payable. To satisfy the amount, the company has made arrangements to borrow from the Long Beach Building and Loan Association, \$35,000.00 to be secured by a deed of trust and payable on a ten year amortization plan, with the privilege of paying all or part after one year.

A copy of the proposed deed of trust is filed with the application and appears to be in satisfactory form. From a review of the application and financial statements filed by the company, it appears to us that the assets and earnings of the company are ample to support the proposed deed of trust and note.

ORDER

City Transfer & Storage Company, a corporation, having applied to the Railroad Commission for authority to execute a deed of trust and issue a note, and the Commission being of the opinion that this is not a matter in which a public hearing is necessary, and that the money, property or labor to be procured or paid for through the issue of the note is reasonably required for the purpose specified herein, which purpose is not, in whole or in part, reasonably chargeable to operating expense or to income,

IT IS HEREBY ORDERED that City Transfer & Storage Company,

a corporation, be, and it hereby is, authorized to execute a deed of trust and issue a note for \$35,000.00, in the same form substantially as the deed of trust and note filed with the application herein, for the purpose of paying outstanding indebtedness of \$35,000.00.

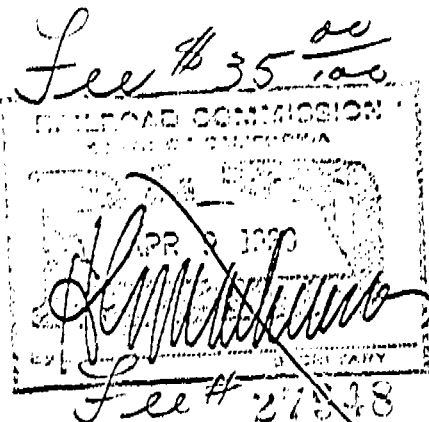
The authority herein granted is subject to the following conditions:

(1) Applicant shall keep such record of the issue of the note herein authorized and of the disposition of the proceeds, as will enable it to file within thirty days thereafter a verified report, as required by the Railroad Commission's General Order No. 24, which order, insofar as applicable, is made a part of this order.

(2) The authority herein granted to execute a deed of trust is for the purpose of this proceeding only, and is granted only 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 it 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, which fee is Thirty-five (\$35.00) Dollars.

DATED at San Francisco, California, this 5th day of April, 1930.



P. L. Seaver  
Leon A. Wall  
W. D. Lewis

Commissioners.