

Decision No. 22383.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
 PACIFIC GREYHOUND LINES, INC.,)
 a corporation, for authority to issue)
 a promissory note secured by a mort-) Application No. 16923
 gage on real estate.)

Richard Mather, for applicant.

BY THE COMMISSION:OPINION

In this proceeding Pacific Greyhound Lines, Inc. asks permission to issue a \$135,000.00 five and one half percent note, for the purpose of paying outstanding indebtedness of a like amount, and to execute a deed of trust to secure the payment of such note.

The application shows that Pacific Greyhound Lines, Inc. is the owner of certain property located in the City of Los Angeles and described as follows:-

Lots 4 to 11 both inclusive and Lots 14, 15 and 16 in Block "C" of the E. B. Millar Tract, in the City of Los Angeles, County of Los Angeles, State of California, as per map recorded in Book 13, Page 91, Miscellaneous Records of said county.

Lot 13 in Block "C" of the E. B. Millar Tract in the City of Los Angeles, County of Los Angeles, State of California, as per map recorded in Book 13, Page 91, Miscellaneous Records of said county.

It appears that Lots 4 to 11 and Lots 14, 15 and 16 were acquired by applicant under authority granted by the Commission in Decision No. 22469, dated May 23, 1930, from Pickwick Stages Sys-

tem subject to indebtedness of \$135,000.00, represented by a note dated November 4, 1929, due on or before three years after date of issue, with interest at the rate of seven percent per annum and secured by a deed of trust on the lots mentioned.

The Commission did not authorize Pickwick Stages System to execute the deed of trust or the note. The instruments therefore are void. Applicant, however, recognizes that the obligation should be paid and accordingly has made arrangements to borrow \$135,000.00 from Bank of America of California to pay the amount. While applicant will issue to the Bank of America of California its note payable one year after date, it asks permission to renew such note from time to time for four more years. The payment of the note will be secured by a deed of trust which will be a lien on the properties described herein. A copy of the proposed deed of trust is on file in this proceeding as Exhibit "A" and appears to be in satisfactory form.

ORDER

Pacific Greyhound Lines, Inc. having applied to the Railroad Commission for permission to execute a deed of trust and note for \$135,000.00, and the Railroad Commission being of the opinion that this is not a matter in which a public hearing is necessary, 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, and that this application should be granted as herein provided, therefore,

IT IS HEREBY ORDERED as follows:-

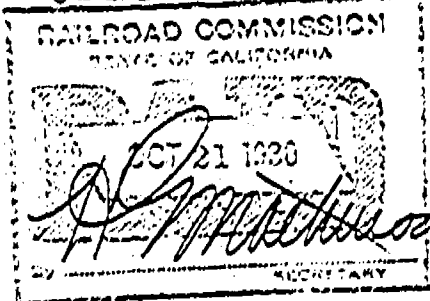
- (1) Pacific Greyhound Lines, Inc. be, and it is hereby, authorized to issue at par its promissory note in the principal amount of \$135,000.00, payable on or before five years after the effective date of this order with interest at the rate of five and one half percent per annum, interest payable monthly, for the purpose of paying the outstanding indebtedness of a like amount referred to in the foregoing opinion; provided that if applicant issues its note for a term of less than five years it may renew the same from time to time, provided that the maturity of the last renewal note will not be subsequent to five years after the effective date of this order.
- (2) Pacific Greyhound Lines, Inc. may execute a deed of trust to secure the payment of the aforesaid note, such deed of trust to be substantially in the same form as the deed of trust filed in this proceeding as Exhibit "A"; provided that 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, which fee is One Hundred and Thirty-five(\$135.00) Dollars.

(4) Pacific Greyhound Lines, Inc. 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(30) days thereafter a verified report, 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 15th day of October, 1930.

Alvin
Garrett
Leon White

Commissioners.



Fee # 28427