

Decision No. 22981.

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-)
gage on real estate.)

ORIGINAL
Application No. 16924

Richard N. Mather, for applicant.

BY THE COMMISSION:

OPINION AND ORDER

Pacific Greyhound Lines, Inc. has applied to the Railroad Commission for permission to execute a deed of trust and to issue its promissory note in the principal amount of \$37,500.00 payable one year after the date of execution, with interest at the rate of five and one half percent per annum, with the privilege of renewing the same for four additional years.

The application shows that Pacific Greyhound Lines, Inc. is the owner of certain real estate in the City of Burlingame, County of San Mateo, and more particularly described as follows:-

All that certain real property situated in the City of Burlingame, County of San Mateo, State of California, described as:

Portion of Block 16, as designated on the map entitled "MAP NO. 1 OF THE TOWN OF BURLINGAME", which map was filed in the office of the Recorder of the County of San Mateo, State of California, on March 15, 1897 in Liber "B" of Maps at page 18, and a copy entered in Liber 2 of Maps at page 87, more particularly described as :

BEGINNING at the point of intersection of the Northeasterly line of San Mateo Drive with the Northwesterly line of Howard Avenue; thence Northeasterly along said Northwesterly line of Howard Avenue 128.92 feet to its intersection with the Southwesterly line of "West Lane"; thence Northwesterly along said Southwesterly line of West Lane, 190.38 feet; thence Southwesterly parallel with the Northwesterly line of Howard Avenue 128.43 feet to a point in the Northeasterly line of San Mateo Drive; thence Southeasterly along said Northeasterly line of San Mateo Drive 190.38 feet to the point of beginning.

It is reported that the properties were acquired at a cost of \$49,168.00 and that their present value is \$32,342.02.

It seems that the Burlingame properties are now being used for the storage of motor coaches, but that it is contemplated to store such coaches hereafter at San Mateo. Arrangements have therefore been made with Don Lee, Inc. whereby that corporation will lease such properties for a period of ten years upon a rental of \$685.00 per month for the first five years and \$775.00 monthly for the last five years. The agreement of lease provides that applicant make on the premises certain improvements, a detailed description of which is filed in this proceeding. The cost of such improvements is estimated at \$20,700.00.

In addition applicant reports that it has need for \$16,800.00 for improving and reconstructing a garage building in Los Angeles located on real property owned by it and for acquiring new shop machinery to be used in connection with the operation of said garage, and also for completing the reconstruction and rehabilitation of its motor coach terminal at Fresno.

The Commission is of the opinion that this is not a matter in which a public hearing is necessary, that the application should be granted as herein provided and that the money, property or labor to be procured or paid for through the execution of the note is reasonably required for the purposes specified

herein, which purposes are not, in whole or in part, reasonably chargeable to operating expense or to income, therefore,

IT IS HEREBY ORDERED that Pacific Greyhound Lines, Inc. be, and it hereby is, authorized to execute a deed of trust substantially in the same form as the deed of trust filed in this proceeding as Exhibit "A" and to issue its promissory note to be secured by said deed of trust in the principal amount of \$37,500., payable one year from date of execution, with interest at the rate of five and one half percent per annum, interest payable monthly, and to use the proceeds to be received through the issue of such note to finance the improvements to be made on its real property located in the City of Burlingame and to pay for the additions and betterments on its terminal property in Los Angeles and Fresno, all as referred to in this application.

IT IS HEREBY FURTHER ORDERED that Pacific Greyhound Lines, Inc. be, and it hereby is, authorized to renew the note herein authorized upon maturity, from time to time, for a total period of four years from and after the date of the maturity of the original note to be issued under the authority herein granted, provided that no note be issued which by its terms will mature later than five years from the effective date of this order.

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, on or before the 25th day of each month, 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.

(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 such 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 Thirty-eight(\$38.00) Dollars.

DATED at San Francisco, California, this 20th day of October, 1930.

C. L. Sawyer
Leon C. Bell
Wm. D. Curtis

Commissioners.

