

Decision No. 23511.

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.

Application No. 17217

ORIGINAL

Richard Mather, for applicant.

BY THE COMMISSION:

O P I N I O N

Pacific Greyhound Lines, Inc. has applied to the Railroad Commission for permission to execute a deed of trust and to issue a note in the principal amount of \$15,000.00 payable in monthly installments of \$300.00, with interest at the rate of five and one half percent per annum, for the purpose of financing the cost of depot and terminal facilities at Vallejo.

The application shows that Pacific Greyhound Lines, Inc. has acquired, for \$17,824.55, certain real property in Vallejo, 73 by 150 feet in dimensions, and described as follows:

Parcel No. 1. The south 65 feet of the west 35 feet of Lot 1 in Block 265, as the same is shown on the Official Map of the City of Vallejo, made by E. H. Rowe, C. E., and filed in the Recorder's Office of Solano County, September 19, 1868.

Parcel No. 2. The east 15 feet of Lot 1 and the west 23 feet 5 inches of Lot 2 in Block 265, as the same are shown on the Official Map of the City of Vallejo, made by E. H. Rowe, C.E., and filed in the Recorder's Office of Solano County, September 19, 1868.

It appears that the corporation has let a contract for the construction on said real property, for approximately \$15,000. of a one-story wooden frame stucco building, with cement floors, to be used by it when completed for depot, terminal and garage purposes. It proposes to finance the cost of construction with current funds on hand and upon completion of the structure, about May 10, 1931, to borrow \$15,000.00 from Bank of America National Trust and Savings Association, to replenish its treasury. The moneys thus borrowed will be secured by a proposed deed of trust, a copy of which is filed as Exhibit A, and will be repayable in monthly installments of \$300.00, with interest at five and one half percent per annum.

Present terminal and garage facilities at Vallejo used by applicant are in quarters held under month to month lease arrangements calling for a monthly rental of \$300.00. These facilities are said to be inadequate for applicant's present type of equipment and not so well situated as the proposed depot. It clearly appears to us that the construction planned by applicant is in the public interest and we believe this application should be granted.

ORDER

Pacific Greyhound Lines, Inc. having applied to the Railroad Commission for authority to execute a deed of trust and to issue a note in the principal amount of \$15,000.00, a public hearing having been held before Examiner Fankhauser, and the Railroad Commission being of the opinion that the application should be granted, as herein provided, and that the money, property or labor to be procured or paid for through the issue 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,

IT IS HEREBY ORDERED, that Pacific Greyhound Lines, Inc. be, and it hereby is, authorized, on or before June 30, 1931, 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 \$15,000.00, payable in monthly installments of \$300.00, with interest at the rate of five and one half percent per annum, and to use the proceeds to be received through the issue of the note to finance the cost of constructing the terminal, depot and garage facilities referred to in the preceding opinion, and/or to reimburse its treasury because of earnings used in financing such construction cost.

The authority herein granted is subject to the following conditions:

- (1) 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.
- (2) 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.

(3) The authority herein granted will become effective when applicant has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is Twenty-five (\$25.00) Dollars.

DATED at San Francisco, California, this 16th day of March, 1931.

C. C. Jerney
Leon Whitely
M. J. Lewis
M. B. Harris
Frederic G. Stewart
Commissioners.

