

LBM

Decision No. 24396

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the )  
YREKA RAILROAD COMPANY, )  
a corporation, for permission to mortgage ) Application No. 18208  
one automobile bus. )

Hiram T. Kellogg, for applicant.

BY THE COMMISSION:

OPINION AND ORDER

**ORIGINAL**

Yreka Railroad Company has applied to the Railroad Commission for permission to execute a chattel mortgage to secure the payment of a note in the principal amount of \$400.00, dated April 12, 1932 and payable February 20, 1933, with interest at the rate of seven percent per annum.

It appears that Yreka Railroad Company is engaged in operating a line of railroad and also an auto stage and truck transportation line between Yreka and Montague, Siskiyou County. It seems that some months ago a judgment was obtained against the company by Gurley-Lord Tire Company in the amount of approximately \$340.00, representing the cost of tires sold to the company, and that in order to satisfy the amount and to pay miscellaneous expenses, it arranged to borrow \$400.00 from James P. Yates, and to secure the payment of the indebtedness by a chattel mortgage on its automobile bus.

The company now has applied for approval of the chattel mortgage and has submitted a copy of the proposed instrument. It

appears to the Commission that this is not a matter in which a public hearing is necessary, that the proposed chattel mortgage is in satisfactory form and that the application should be granted. It does not appear necessary to authorize the issue of the note, for the reason that it, by its terms, is payable before one year after date of issue.

IT IS HEREBY ORDERED, that Yreka Railroad Company be, and it hereby is, authorized to execute a chattel mortgage substantially in the same form as that filed with the application herein to secure the payment of a note in the principal amount of \$400.00, dated April 12, 1932, and payable on February 20, 1933, with interest at the rate of seven percent per annum, provided that the authority herein granted 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 mortgage as to such other legal requirements to which it may be subject.

DATED at San Francisco, California, this 20<sup>th</sup> day of June, 1932.

W. H. H. H.  
Leon A. H. H.  
M. H. H.  
M. B. H.  
Fred G. H.  
Commissioners.