

Decision No. 28421

Fee 25.00

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
PACIFIC ELECTRIC RAILWAY COMPANY, )  
a corporation, for an order author- )  
izing it to issue evidences of in- )  
debtedness. )

Application No. 20265

Frank Karr, for applicant.

BY THE COMMISSION:

O R D E R

ORIGINAL

Pacific Electric Railway Company has applied to the Railroad Commission for an order authorizing it to issue evidences of indebtedness in the form and for the amounts and under the terms set forth in Exhibit A attached to its petition filed in this proceeding.

Exhibit A, which is a copy of an agreement dated November 15, 1935 by and between Pacific Electric Railway Company and General Motors Truck Company, shows that applicant has arranged to purchase two 32-passenger, single deck coaches for the sum of \$17,232.04, f.o.b. Pontiac, Michigan, payable in the amount of \$1,723.20 in cash upon delivery and acceptance of the vehicles with the balance of the purchase price payable in thirty-six monthly installments; thirty-five in the sum of \$453.54 each and one in the sum of \$453.80 plus interest at the rate of six per cent. per annum, payable monthly on the entire unpaid balance of said purchase price at the date of each installment. The unpaid balance of said purchase price may, at the option of applicant, be paid at any time. If this option is exercised the finance charge of \$812.87 will be rebated to applicant.

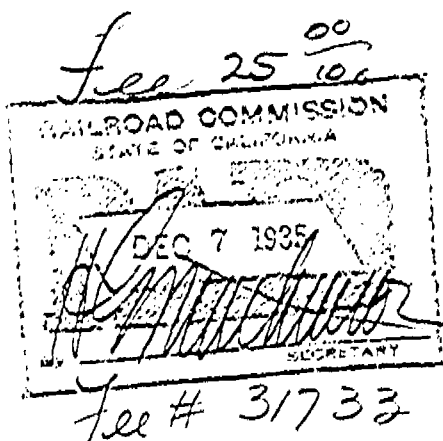
The Commission has considered the request of applicant and is of the opinion that it is not one in which a public hearing is necessary, that the application should be granted, as herein provided, that the money, property or labor to be procured or paid for through the execution of the evidences of indebtedness is reasonably required for the purpose specified herein, and that the expenditures for such purpose are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS HEREBY ORDERED that Pacific Electric Railway Company be, and it hereby is, authorized to execute and enter into an agreement substantially in the same form as that filed in this proceeding as Exhibit A, and issue or incur evidences of indebtedness in the principal amount of not exceeding \$17,232.04 payable under the terms and conditions set forth in said agreement, for the purpose of financing the cost of two 32-passenger, single deck coaches described in said agreement, provided,

1. That 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; and
2. That applicant shall file with the Commission a report, or reports, such as required by the terms of 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 9th day of

~~December~~  
November, 1935.



Leon A. Wilson  
W. A. Carr  
M. B. Harris  
W. H. Brown  
Frank R. Brown  
Commissioners.