

LEM

Decision No. 29037

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the
SEABOARD TRANSPORTATION CO., INC.,
for an order authorizing it to issue
evidence of indebtedness.

Application No. 20704

BY THE COMMISSION:

OPINION AND ORDER

ORIGINAL

Seaboard Transportation Co., Inc., a corporation engaged in operating a motor freight transportation service primarily between Los Angeles and the Los Angeles Harbor District, reports that on August 23, 1935, in order to properly handle its business, it entered into a contract with the Bunnell-Kirksey Trailer Company for the purchase of ten semi-trailers and two dollies for \$16,501.12 payable in the amount of \$400.00 on the first day of October, 1935, and \$600. on the first day of each successive month for 24 months and \$1,701.12 on November 1, 1937, with interest at the rate of six percent.

The company did not obtain permission from this Commission to execute this evidence of indebtedness. It clearly appears, however, that its failure to do so was through inadvertence and with no intent to evade the provisions of the Public Utilities Act. When the matter was brought to its attention it filed this application for an order authorizing it to enter into the contract.

The Commission has given consideration to the application and is of the opinion that the money, property or labor procured or paid for through the execution of the evidence of indebtedness is reasonably required by applicant for the purpose specified herein,

and that the expenditures for such purpose are not, in whole or in part, reasonably chargeable to operating expense or to income, therefore,

IT IS HEREBY ORDERED that Seaboard Transportation Co., Inc. be, and it hereby is, authorized to execute and enter into a contract providing for the payment of not exceeding \$16,501.12, payable as set forth above, for the purchase of the additional equipment referred to herein, provided 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.

DATED at San Francisco, California, this 10th day of August, 1936.

Mr. A. C. ...

W. H. ...

Stan R. ...
Commissioners.

