

Decision No. _____

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
MARKET STREET RAILWAY COMPANY,)
a corporation, for an order author-)
izing the issuance of notes in con-)
nection with the purchase of motor)
buses on lease contract.)

Application No. 21571

ORIGINAL

Wm. M. Abbott and Ivores R. Dains, for applicant.

BY THE COMMISSION:

O P I N I O N

The Market Street Railway Company asks permission to issue and deliver to Twin Coach Company of Kent, Ohio, 60 promissory notes having an aggregate face value of \$11,371.79, for the purpose of paying in part the cost of two Model 23 R 23-passenger twin coaches.

Applicant reports that the Board of Supervisors of the City and County of San Francisco on August 3, 1937 by Resolution No. 3440 Code No. 15.09 authorized Market Street Railway Company to maintain and operate automobile buses over and along the following described route in the City and County of San Francisco, to-wit:

Commencing at the intersection of Mission Street and Geneva Avenue, thence northeasterly along Mission Street to Amazon Street, thence southeasterly along Amazon Street to London Street, thence southwesterly along London Street to Geneva Avenue, thence southeasterly along Geneva Avenue to Naples Street, thence southwesterly along Naples Street to Prague Street, thence easterly and northerly along Prague Street to Geneva Avenue, thence southeasterly along Geneva Avenue to the County Line; and returning, from the County Line at Geneva Avenue, thence northwesterly along Geneva Avenue to Prague Street, thence southerly and westerly along Prague Street to Naples Street, thence northeasterly along Naples Street to Geneva Avenue, thence northwesterly along Geneva Avenue to Mission Street and the point of commencement.

In order that it may be in a position to furnish adequate service over such route and over some of its other routes, applicant

desires to purchase from the Twin Coach Company of Kent, Ohio, two (2) Model 23 R, 23-passenger twin coaches at a cost per coach of \$6,317.66 f.o.b. factory.

The aggregate cost of the two coaches, as shown in Exhibit A, filed in this proceeding, is \$12,635.32. Of this sum \$1,263.53 will be paid in cash with the order for the coaches and the balance, \$11,371.79, is to be paid in 60 equal monthly installments, said installments to be evidenced by negotiable promissory notes bearing interest at the rate of 6% per annum.

Nothing contained in this decision should be construed as granting to applicant a certificate of public convenience and necessity to exercise the rights and privileges granted by said Resolution No. 3440.

ORDER

The Commission having considered the request of Market Street Railway Company, and it being of the opinion that this is not a matter in which a public hearing is necessary, that the Market Street Railway Company should be authorized to issue promissory notes for the aggregate face value of \$11,371.79, that the money, property or labor to be procured or paid for by such issue is reasonably required by applicant for the purpose herein stated 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 Market Street Railway Company be, and it is hereby, authorized to issue, after the effective date hereof and prior to December 31, 1937, promissory notes having an aggregate face value of \$11,371.79, payable in sixty (60) equal monthly installments and bearing interest at the rate of 6% per annum, for the purpose of paying in part the cost of the two Model 23 R 23-passenger

twin coaches, referred to in Exhibit A filed in this proceeding.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when Market Street Railway Company has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which minimum fee is Twenty-five(\$25.) Dollars.

IT IS HEREBY FURTHER ORDERED that within thirty(30) days after the acquisition of the aforesaid motor coaches, Market Street Railway Company shall file with the Railroad Commission a copy of the agreement under which it acquires said motor coaches and a report showing (a) the face value of the notes issued under the authority herein granted; (b) to whom said notes were issued; and (c) the purposes for which the proceeds were expended.

DATED at San Francisco, California, this 18th day of November, 1937.

William H. ...
Leon ...
Robert ...
Ralph ...
Ray & ...
Commissioners.

