

Decision No. 30535

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
NAPA VALLEY BUS COMPANY)
to issue notes and execute chattel) Application No. 21697
mortgages.)

Earl & Hall & Gerdes, by Chaffee E. Hall,
for applicant.

BY THE COMMISSION:

OPINION AND ORDER

Napa Valley Bus Company, a corporation engaged in the business as a common carrier of passengers between Calistoga and San Francisco, has applied to the Railroad Commission for permission to issue three promissory notes, to be due three months after date of issue with interest at the rate of 6% per annum, in the aggregate principal amount of \$18,610.44, one note to be in the amount of \$5,559.78 and the other two in the amount of \$6,525.33 each, for the purpose of financing the purchase price of one White Motor Bus reported to have cost \$5,559.78 and of two Kenworth Motor Buses reported to have cost \$6,525.33 each.

The company further asks permission to renew the notes from time to time, for not exceeding a period of three years, and to secure the payment of such notes separately by the execution of three chattel mortgages, each mortgage to cover one of the buses to which reference is made.

The Commission is of the opinion that this is not a matter in which a public hearing is necessary, that the requests of applicant should be granted, as herein provided, and that the money, property or labor to be procured or paid for is reasonably required for the purpose specified herein, which purpose is not, in whole or in part, reasonably chargeable to operating expense or to income, therefore,

ORIGINAL

IT IS HEREBY ORDERED as follows:-

1. Napa Valley Bus Company may issue, for the purpose of financing the cost of the three motor buses referred to herein, its one promissory note in the face amount of \$5,559.78 and two promissory notes in the face amount of \$6,525.53 each, such notes to be due on or before three months after date of issue with interest at the rate of not exceeding 6% per annum.

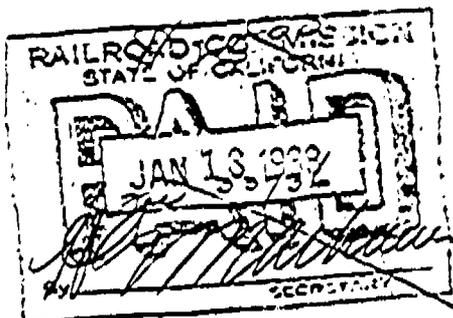
2. Napa Valley Bus Company may from time to time in order to pay or refund said indebtedness, or any part thereof, issue new or renewal notes with interest at not to exceed 6% per annum, provided that none of said new or renewal notes may by its terms mature subsequent to February 1, 1941.

3. Napa Valley Bus Company may execute three chattel mortgages, in or substantially in the same form as that filed in this proceeding as Exhibit B, to secure the payment of the notes herein authorized to be issued, provided that the authority herein granted 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 chattel mortgages as to such other legal requirements to which they may be subject.

4. Napa Valley Bus Company within thirty(30) days after the issue of the three original notes under the authority herein granted shall file a copy of each of said notes with this Commission.

5. 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.) Dollars.

DATED at San Francisco, California, this 17th day of January,
1938.



[Handwritten signatures]

Commissioners.