

Decision No. 31723

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
UNITED MOTOR TRANSPORT LINES, INC.,
a corporation, for authority to re-
fund or retire an existing unsecured
indebtedness by issuance of a prom-
issory note to be secured by an exist-
ing deed of trust on real property, and
chattel mortgage on personal property
of applicant as an additional advance
under said encumbrance.

ORIGINAL

Application No. 22515

BY THE COMMISSION:

O P I N I O N

In this proceeding United Motor Transport Lines, Inc. asks permission to issue to the Capital National Bank of Sacramento its 6% demand note for the principal sum of \$3,500.00 for the purpose of refunding outstanding notes of a like amount.

United Motor Transport Lines, Inc. is engaged, among other things, and in addition to certain interstate common carrier operations by motor vehicle, in the operation of an auto truck line for the transportation of property as a common carrier between Sacramento and Auburn, California, and intermediate points; and between Wheatland and Sacramento, California, and intermediate points; and between Sacramento and Chico, California, and intermediate points on the one hand, and Susanville and Westwood, California, and intermediate points north of Chico on the other hand. For 1937 applicant reports operating revenues of \$164,329.29.

The Railroad Commission by Decision No. 29038 dated August 10, 1936, as amended by Decision No. 29041 dated August 17, 1936 in Application No. 20702, authorized United Motor Transport Lines, Inc. to execute a deed of trust on certain real property and a chattel mortgage

on certain personal property to secure the payment of a note in the principal sum of \$12,218.14, with interest thereon at the rate of 6% per annum. This note is payable at the rate of not less than \$100. per month. Applicant reports that there is now due on the note the sum of \$8,818.14. In addition to this note, applicant has outstanding and payable to the Capital National Bank of Sacramento two unsecured promissory notes, one of which was due on April 19, 1938 and the other will become due on March 15, 1939. The balance due on these two notes is reported at \$3,500.00.

Applicant has made arrangements to borrow \$3,500.00 from the Capital National Bank of Sacramento through the issue of its 6% demand note to pay the balance due on the two notes mentioned. The payment of the \$3,500.00 demand note will be secured by the deed of trust and the chattel mortgage which the company executed under the authority granted by said Decision No. 29038 dated August 10, 1936, as amended by said Decision No. 29041 dated August 17, 1936.

O R D E R

The Commission having considered the request of United Motor Transport Lines, Inc. and it being of the opinion that this is not a matter in which a public hearing is necessary and that this application should be granted, subject to the provisions of this order, and that the money, property or labor to be procured or paid for by the issue of said \$3,500.00 note is reasonably required by applicant for the purposes herein set forth, therefore,

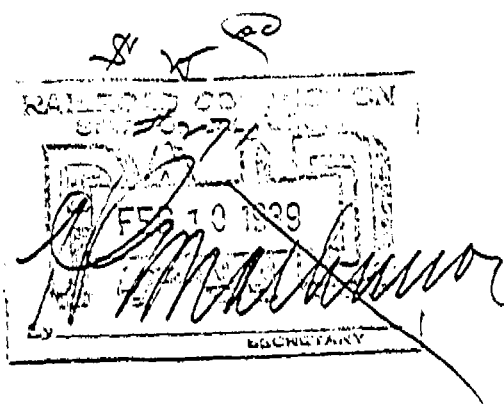
IT IS HEREBY ORDERED that United Motor Transport Lines, Inc. may, after the effective date hereof and prior to May 1, 1939, issue to the Capital National Bank of Sacramento its 6% demand note for the principal sum of \$3,500.00 and use the proceeds realized from the

issue of said note to pay the balance (\$3,500.00) due on notes payable to said Capital National Bank of Sacramento, said demand note to be issued in substantially the same form as the demand note filed in this proceeding.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when United Motor Transport Company, Inc. has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which minimum fee is Twenty-five(\$25.00) Dollars.

IT IS HEREBY FURTHER ORDERED that within thirty(30) days after the issue of said note United Motor Transport Lines, Inc. shall file with the Commission a report showing the date on which it issued said note and the purposes for which it expended the proceeds realized through the issue of said note.

DATED at Los Angeles, California, this 6th day of February, 1939.



Raymond J. ...
James H. ...
Raymond J. ...
J. H. ...
Justus J. ...
COMMISSIONERS.