

Decision No. 23413

ORIGINAL

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 authorizing  
it to issue evidence of indebtedness.

Application No. 23413

BY THE COMMISSION:

OPINION AND ORDER

Pacific Electric Railway Company desires permission to execute conditional sales contracts in the aggregate face amount of \$345,618.60 for the purpose of acquiring seven White Motor Company 41-passenger coaches and twenty-five Twin Coach Company 41-passenger coaches. The conditional sales contracts will provide that 1/84th of the purchase price is payable monthly, the first payment to be made thirty days after the delivery of the equipment. The payments extend over a period of seven years. The unpaid balances carry interest at the rate of 4% per annum. The cost of the seven coaches is reported at \$81,184.60 and the cost of the twenty-five coaches at \$264,434.00.

Applicant proposes to use the twenty-five Twin Coach Company motor coaches on the new Los Angeles-Beverly Hills-Santa Monica motor coach line, authorized by Decision No. 32658, dated March 5, 1940. The seven White Motor Company coaches will be used to replace an equal number of worn-out coaches on the Motor Transit District of the Pacific Electric Railway Company.

The Commission has considered the request of the Pacific Electric Railway Company and is of the opinion that

a public hearing is not necessary on this application, that the money, property or labor to be procured or paid for through the execution of said conditional sales contracts 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, and that this application should be granted subject to the provision of this order, therefore

IT IS HEREBY ORDERED that Pacific Electric Railway Company be, and it is hereby, authorized to execute after the effective date hereof and prior to October 31, 1940, conditional sales contracts in the aggregate face amount of not to exceed \$345,618.60, for the purpose of acquiring the motor coach equipment to which reference is made herein, each conditional sales contract to provide that 1/34th of the principal amount thereof shall be payable monthly, commencing one month after delivery of the equipment covered by such contract, plus interest at the rate of not to exceed 4% per annum on the unpaid balance.

IT IS HEREBY FURTHER ORDERED that Pacific Electric Railway Company shall file with the Railroad Commission within thirty days after their execution a copy of each conditional sales contract executed under the authority herein granted.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when Pacific Electric Railway Company has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is Three Hundred and Forty

Six (\$346.00) Dollars.

Dated at San Francisco, California, this 22nd  
day of April, 1940.

Ray & Alice  
Frank Decker  
Rafaela Decker  
M. J. Decker  
Justus D. Greener  
Commissioners.

\$346.00  
PAID TO THE ORDER OF  
APR 22 1940  
7 + 1101  
J. M. Decker