

Decision No. 23590

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of }  
PACIFIC GREYHOUND LINES, }  
a corporation, for authority to }  
execute conditional sale contracts }  
for the purchase of buses. }

Application No. 23590

ORIGINAL

BY THE COMMISSION:

OPINION AND ORDER

Pacific Greyhound Lines has applied to the Railroad Commission for an order authorizing it to execute a conditional sale contract to finance in part the cost of thirty-four 45-passenger transit type motor coaches to augment the fleet of motor bus equipment operated by it in local service in the State of California, particularly in service on the peninsula between San Francisco and San Jose and in Marin County.

It appears that the company has made arrangements to acquire from Yellow Truck and Coach Manufacturing Company the thirty-four units at a cost of \$417,316, of which \$90,916 will be payable on delivery of the equipment, or within ten days after receipt of a statement therefor from the seller, and the balance of \$326,400 will be payable in twenty consecutive equal quarterly payments, with interest at the rate of 2-1/2 per cent. per annum on unpaid balances. The purchase of the equipment and the payment therefor will be evidenced by a conditional sale contract which, it is proposed, will be assigned by the seller of the equipment to Anglo-California National Bank of San Francisco.

A copy of the proposed conditional sale contract is attached to the application as Exhibit "A".

The Commission has given consideration to the company's request and is of the opinion that this is a matter in which a public hearing is not necessary, that the application should be granted, as herein

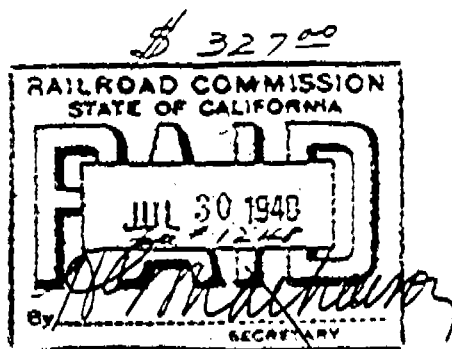
provided, that the money, property or labor to be procured or paid for through the execution of the conditional sale contract is reasonably required by applicant for the purpose specified herein, and that the expenditures for such purpose are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS HEREBY ORDERED that Pacific Greyhound Lines be, and it hereby is, authorized to execute, on or before October 31, 1940, a conditional sale contract in, or substantially in, the same form as that attached to the application herein and marked Exhibit "A", providing, among other things, for deferred payments of \$326,400 to finance in part the cost of thirty-four 45-passenger motor coaches.

IT IS HEREBY FURTHER ORDERED that Pacific Greyhound Lines shall file with the Commission a copy of the conditional sale contract executed under the authority herein granted within thirty days after such execution.

IT IS HEREBY FURTHER ORDERED that the authority herein granted shall become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is Three Hundred and Twenty-seven(\$327.00) Dollars.

DATED at San Francisco, California, this 30<sup>th</sup> day of July, 1940.



Frank A. ...  
Robert ...  
...  
Justus F. Cullen  
Commissioners