

Decision No. 34504

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the application of
LANDIER TRANSIT COMPANY, INC., a
corporation, for an order approving
the execution of a conditional sales
contract for the purchase of
equipment.

Application No. 23716

BY THE COMMISSION:

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OPINION AND ORDER

This is an application by Landier Transit Company, Inc., for authority to execute a conditional sale contract in the form of the contract filed in this proceeding as Exhibit "C."

Landier Transit Company, Inc. is a corporation engaged in the business of operating common carrier bus lines and also school buses in Los Angeles County. It reports that it has received from the Board of Education of the City of Los Angeles a contract for the transportation of students for a period of five years beginning in September, 1940, and that because of said contract it is required to purchase seven 72-passenger school buses. Accordingly, it proposes to enter into a contract with Yellow Truck and Coach Manufacturing Company (General Motors Truck and Coach Division) for the purchase of such buses for the

price of \$47,493.78, plus interest charges of \$4,836.48, making a total of \$52,330.26, which will be payable at the rate of \$840 a month, including interest at the rate of six per cent per annum, for twenty-three months beginning November 10, 1940, and a payment of \$33,010.26 on the twenty-fourth month. Under the conditional sale contract with the seller, the buses will be delivered to applicant at Richmond, Indiana, and applicant will pay the necessary transportation charges to bring them to Los Angeles.

The Commission has considered this application and is of the opinion that a public hearing is not necessary, that the request of the company should be granted as herein provided, that the money, property or labor to be procured or paid for through the execution of said conditional sale contract is reasonably required for the purpose specified herein, and that the expenditures for said purpose are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore

IT IS HEREBY ORDERED that Landier Transit Company, Inc. be, and it is, hereby authorized to execute, on or before December 31, 1940, a conditional sale contract in, or substantially in, the same form as the contract filed in this proceeding as Exhibit "C" for the purpose of financing the cost of the seven school buses referred to herein.

IT IS HEREBY FURTHER ORDERED that Landier Transit Company, Inc. shall file with the Commission within thirty (30) days after the execution of the contract under the authority herein granted, a copy thereof as actually executed, and within thirty (30)

days after it receives the seven school buses, a statement showing the total cost to it, including transportation charges, of such buses.

IT IS HEREBY FURTHER ORDERED that the authority herein granted shall become effective when Landier Transit Company, Inc. has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is Fifty-three (\$53.00) Dollars.

Dated at San Francisco, California, this 8th day of October, 1940.

Ray & Rice
Frank E. Brown
Rabobal
H. B. [unclear]
Justin D. Green
Commissioners.

\$ 53.00
RAILROAD COMMISSION
STATE OF CALIFORNIA
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[Signature]
SECRETARY