

ORIGINAL

Decision No. 24349

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

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

Application No. 24349

BY THE COMMISSION:

OPINION AND ORDER

This is an application by Pacific Greyhound Lines for an order authorizing it to execute conditional sale contracts to finance in part the cost of twenty 45-passenger transit type motor coaches, Model TD4502, to augment the present fleet of motor bus equipment operated by it in local service in California, particularly in service in the Peninsula territory between San Francisco and San Jose.

It appears from the application that the company has made arrangements to acquire the twenty coaches from Yellow Truck and Coach Manufacturing Company for the total sum of \$256,000. Of the purchase price, applicant will pay about \$56,000 in cash. To represent the balance (\$200,000) due, applicant will execute conditional sale contracts. Such balance is payable in twenty consecutive quarterly payments with interest thereon at the rate of 2½% per annum. The seller of the equipment will assign the conditional sale

contracts with the deferred balances of \$100,000 owing there-
under to the American Trust Company and \$100,000 to the Anglo-
California National Bank, both of San Francisco, California.

A copy of the proposed conditional sale contract
is filed in this proceeding as Exhibit A.

The Commission has given consideration to this
application and is of the opinion that it is not a matter on
which a public hearing is 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 is reasonably re-
quired by applicant 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, there-
fore,

IT IS HEREBY ORDERED that Pacific Greyhound Lines
be, and it hereby is, authorized to execute, on or before
December 31, 1941, conditional sale contracts in, or substan-
tially in, the same form as that filed in this proceeding as
Exhibit A, providing, among other things, for deferred pay-
ments, aggregating \$200,000, for the purchase of twenty 45-
passenger motor coaches.

IT IS HEREBY FURTHER ORDERED that Pacific Grey-
hound Lines shall file with the Commission a copy of each
conditional sale contract executed under the authority here-
in granted within thirty (30) days after such execution.

IT IS HEREBY FURTHER ORDERED that the authority
herein granted shall become effective when Pacific Greyhound
Lines has paid the fee prescribed by Section 57 of the Public

Utilities Act, which fee is Two Hundred (\$200.00) Dollars.

Dated at San Francisco, California, this 29th
day of July, 1941.

[Signature]

Justin F. Coe
Francis P. Haven
[Signature]
Commissioners.

