

ORIGINAL

Decision No. 36795  
~~36795~~

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of SAN BERNARDINO VALLEY TRANSIT COMPANY, substituted for Richard J. Glasscock, B. T. McKissock, J. B. Shepardson, Jesse W. Curtis, Jr. and William Guthrie, for a Certificate to operate a common carrier omnibus service between Colton and San Bernardino, California.

Application No. 24432

Supplemental Application of San Bernardino Valley Transit Company, a corporation.

BY THE COMMISSION:

ELEVENTH SUPPLEMENTAL ORDER

San Bernardino Valley Transit Company, a corporation, in its Fourteenth Supplemental Petition filed in the above-entitled matter on December 16, 1943, reports that because of increased business it has become necessary for applicant to acquire three additional motor coaches. These were acquired on November 18, 1943 from Crown Body and Coach Corporation and are described as new Ford Transit Coaches, Serial No. 577104, Motor No. 99T-577104; Serial No. 577105, Motor No. 99T-577105, and Serial No. 577106, Motor No. 99T-577106. The total cost of the three motor coaches is reported at \$19,811.64. To pay for the

three motor coaches, applicant used \$3,767.61 of its funds and executed a conditional sale contract wherein it agreed to pay the balance of \$16,044.03 on January 1, 1944.

Applicant will pay \$1,044.03 of the unpaid balance in cash from its own funds. For the purpose of refunding the remaining \$15,000, applicant asks permission to issue to The American National Bank of San Bernardino its installment note for the sum of \$15,000. The note is payable in thirty-five equal monthly installments of \$416.66 each, beginning January 15, 1944, and a final installment of \$416.90 on December 15, 1946, together with interest on unpaid balances at the rate of 7% per annum. The payment of the note will be secured by a chattel mortgage which will be a lien on the said motor coaches.

A copy of the proposed note and a copy of the proposed chattel mortgage are filed in this proceeding as Exhibit "A."

The Commission has considered applicant's request and is of the opinion that this is not a matter on which a hearing is necessary; that the money, property or labor to be procured or paid for by the issue of a \$15,000 note is reasonably required by San Bernardino Valley Transit Company for the purposes herein stated; that the expenditures for said purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income, and that this Fourteenth Supplemental Petition should be granted subject to the provisions of this Eleventh Supplemental Order, therefore

IT IS HEREBY ORDERED as follows:

1. San Bernardino Valley Transit Company may, after the effective date hereof and on or before February 1, 1944, issue its promissory note for the sum of not more than \$15,000 and secure the payment of said note by the execution of a chattel mortgage, said note and said chattel mortgage to be in the same form as the note and chattel mortgage filed in this proceeding as Exhibit "A," provided that the authority herein granted to execute a chattel mortgage is for the purpose of this proceeding only, and is granted only insofar as this Commission has jurisdiction under the terms of the Public Utilities Act and is not intended as an approval of said chattel mortgage as to such other legal requirements to which said chattel mortgage may be subject.

2. The proceeds realized through the issue of said note shall be used by San Bernardino Valley Transit Company to pay in part the balance due under the conditional sale contract executed in payment for said three motor coaches.

3. The authority herein granted will become effective when San Bernardino Valley Transit Company has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which minimum fee is Twenty-five (\$25.00) Dollars.

4. San Bernardino Valley Transit Company shall file with the Railroad Commission a report or reports as required by the Commission's General Order No. 24-A, which order insofar as applicable is made a part of this Eleventh Supplemental Order, and shall also file with the Railroad Commission a true and

correct copy of the note and of the chattel mortgage executed under the authority herein granted.

Dated at San Francisco, California, this <sup>7th</sup> 30 day of December, 1943.

Francis R. Havenner

Justin D. Cramer  
Richard L. Lachse

Commissioners.

