

Decision No. 26313

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
A. J. CHAPIN, d/b/a NORTH SACRAMENTO
STAGE LINE, to issue a note and a
chattel mortgage on certain automotive
equipment as security for the payment
of said note.

ORIGINAL

Application
No. 26313

BY THE COMMISSION:

O P I N I O N

A. J. Chapin is the owner of a passenger stage line operating under the name and style of North Sacramento Stage Line, rendering general passenger service between Sacramento, North Sacramento, McClellan Field, and intermediate points over various routes, and also providing passenger stage service between Sacramento and Fair Oaks and a project on the American River known as the American River Hydro-Electric Damsite and certain intermediate points.

By Decision No. 36716, dated November 23, 1943, in Application No. 25881, the Commission authorized applicant to issue a note for the sum of \$28,561.92 for the purpose of re-funding indebtedness. At that time, applicant had other indebtedness incurred for the purchase of equipment in the sum of \$44,631.15 which, added to the \$28,561.92, makes a total of \$73,193.07. Through payments this indebtedness has been reduced to \$34,521.14, exclusive of prepaid interest thereon.

Applicant proposes to purchase four new transit busses at a price of \$6,837.49 each, or at a total cost of \$27,349.80. Applicant has need for this equipment to handle the traffic on its lines. Applicant asks permission to issue a note in the principal amount of \$66,820.62 for the purpose of acquiring said four transit busses and refunding the indebtedness of \$34,521.14. The face of the note also includes interest in the amount of \$4,949.68. The note is payable in 24 equal consecutive monthly payments of \$2,784.20 each. The first payment is due September 1, 1944. Its payment will be secured by a chattel mortgage, which will be a lien on all of applicant's motor busses and other motor equipment. A copy of the proposed note is filed in this application as Exhibit "B" and a copy of the proposed chattel mortgage as Exhibit "C."

O R D E R

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 through the issue of said note is reasonably required by applicant for the purposes herein stated, and that this application should be granted as herein provided, therefore

IT IS HEREBY ORDERED that A. J. Chapin, doing business as North Sacramento Stage Line, be, and he is hereby, authorized to issue after the effective date hereof, and on or before December 31, 1944, his promissory note in the amount of not exceeding \$66,820.62, and execute a chattel mortgage to secure the payment of said note; said note and said chattel mortgage to be

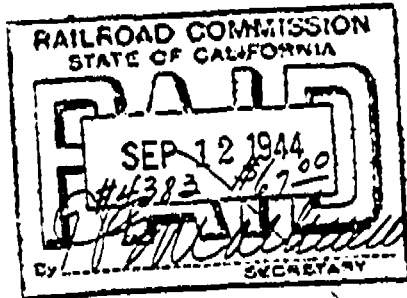
in substantially the same form as the note and chattel mortgage filed in this application as Exhibit "B" and "C," respectively.

IT IS HEREBY FURTHER ORDERED that A. J. Chapin, doing business as the North Sacramento Stage Line, shall use the proceeds realized through the issue of said note to refund the indebtedness, to pay the cost of four new transit busses and interest referred to in this application.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when A. J. Chapin, doing business as North Sacramento Stage Line, has paid the fee prescribed by Section 57 of the Public Utilities Act.

IT IS HEREBY FURTHER ORDERED that within thirty (30) days after the issue of the note herein authorized said A. J. Chapin, doing business as North Sacramento Stage Line, shall file with the Railroad Commission a true, correct, and complete copy of the note issued and of the chattel mortgage executed under the authority herein granted, together with a statement showing the purpose for which he expended said \$66,820.62, or any lessor amount for which a note was issued.

Dated at San Francisco, California, this 5th day of September, 1944.



Richard K. ...
Justus F. Coe
Francis R. Haven
Frank ...
James ...
Commissioners