

ORIGINAL

Decision No. 32747

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the application of
WILLIG FREIGHT LINES for authority to
execute a mortgage of chattels.

Application No. 26604

BY THE COMMISSION:

O P I N I O N

During 1944, Willig Freight Lines, a corporation, purchased at a cost of \$25,975.99, two Peterbilt 6-3 axle diesel lumber trucks and two 1944 Reliance 3-axle lumber trailers. It paid in part for this equipment through a loan from E. J. Willig Truck Transportation Company. There is now due on this loan the sum of \$25,600.00.

Willig Freight Lines asks permission to execute a mortgage of chattels to The Anglo California National Bank of San Francisco to secure the payment of a \$25,600.00 loan. The loan is payable in 59 equal successive monthly installments of \$425.00 or more, beginning April 25, 1945, and one final installment of \$525.00, together with interest at 5½% per annum, payable monthly with principal installments. The proceeds of the loan will be used to pay indebtedness due the E. J. Willig Truck Transportation Company.

A copy of applicant's proposed mortgage of chattels is on file in this application as Exhibit "A". It contains the terms of the loan contract. It will be a lien on thirteen units of truck equipment costing \$49,984.44. The accrued depreciation on the equipment is reported at \$12,679.13.

As of December 31, 1944, applicant reports assets and liabilities as follows:

Assets

Plant and Equipment	\$ 95,949.00
Cash	771.70
Accounts Receivable	8,861.34
Materials and Supplies	1,057.18
Prepayments	<u>3,663.54</u>
Total Assets	\$110,302.76

Liabilities

Capital Stock	\$ 25,000.00
Due Associated Companies	27,200.00
Mortgage on Building	2,253.63
Accounts Payable	8,867.48
Accrued Liabilities	4,058.10
Reserve for Accrued Depreciation	33,514.73
Surplus	<u>9,408.82</u>
Total Liabilities	\$110,302.76

For 1944, applicant reports operating revenues of \$130,165.94, and other income of \$2,995.83, making a total of \$133,161.77. Its total operating and other expenses amounted to \$133,824.45.

O R D E R

The Commission has considered applicant's request for permission to borrow \$25,600 and execute a mortgage of chattels and is of the opinion that this is not a matter on which a hearing is necessary; that the money which applicant will obtain through the execution of said mortgage of chattels is reasonably required by applicant for the purpose of paying indebtedness, and that this application should be granted; therefore,

IT IS HEREBY ORDERED AS FOLLOWS:

1: Willig Freight Lines may, after the effective date hereof and on or before May 31, 1945, execute a mortgage of chattels and loan contract for \$25,600.00 in form similar to that on file in this application as Exhibit "A" for the purpose of securing the payment of a \$25,600.00 loan from The Anglo California National

Bank of San Francisco. Applicant shall use the proceeds of said loan to pay indebtedness due the E. J. Willig Transportation Company.

2. The authority herein granted will become effective when Willig Freight Lines has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is \$26.00.

3. Within thirty (30) days after exercising the authority herein granted, Willig Freight Lines shall file with the Railroad Commission a copy of the mortgage of chattels executed, together with a statement showing the purpose for which it expended the proceeds of the loan, the payment of which is secured by said mortgage.

Dated at San Francisco, California, this 27th day of March, 1945.

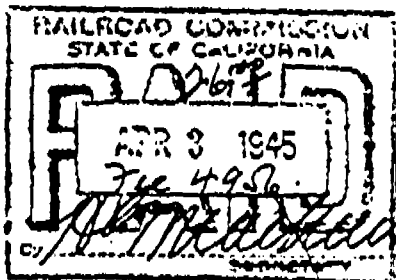
Harold Anderson

Justice J. Craven

Richard Hooker

James Lawrence

Commissioners.



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