

Decision No. 37927

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

In the Matter of the Application of
SOUTHERN CALIFORNIA FREIGHT LINES
for an order authorizing the
execution of a note secured by
real estate.

Application
No. 26733.

BY THE COMMISSION:

OPINION and ORDER

Southern California Freight Lines, a corporation, has applied to the Railroad Commission for authority to execute a deed of trust and to issue a note in the principal amount of \$4,500 for the purpose of financing, in part, the cost of certain real property and improvements located in Escondido, California.

The company has entered into an agreement to purchase a parcel of land, having an area of 80 by 250 feet, improved by a tile building having a ground floor area of 40 by 80 feet with a second story in the rear 40 by 40 feet, equipped for living quarters. It is planned by the company to use the property for a freight terminal and a place of residence for its Escondido manager.

Applicant reports the reasonable value of the land at \$500 and of the improvements at \$7,000. The agreed purchase price is \$7,500 of which \$3,000 will be paid in cash and

\$4,500 will be evidenced by a note payable in three annual installments of \$1,500 with interest at the rate of 5 per cent per annum, payment to be secured by a deed of trust.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary and that the money, property or labor to be procured or paid for through the issue of the note is reasonably required for the purpose specified herein, which purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED that Southern California Freight Lines be, and it hereby is, authorized after the effective date hereof and on or before July 31, 1945, to execute a deed of trust in, or substantially in, the same form as that filed in this proceeding and to issue a note in the principal amount of \$4,500, payable in three annual installments of \$1,500, with interest at the rate of 5 per cent per annum, for the purpose of financing in part the purchase price of the real property and improvements referred to herein.

IT IS HEREBY FURTHER ORDERED that Southern California Freight Lines shall file with the Commission, on or before August 15, 1945, a copy of the deed of trust and note as executed and issued under the authority herein granted.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when Southern California Freight Lines has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is \$25.

(98)

Dated at Los Angeles, California, this 22nd

day of May, 1945.

Richard Anderson

Justice Z. C. Clegg

Richard S. Lusk

Frank W. Carr

Jack Powell

Commissioners

