

Decision No. 37970

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

ORIGINAL

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.

Application
No. 26761

BY THE COMMISSION:

O P I N I O N

A. J. Chapin, d/b/a North Sacramento Stage Line, asks permission to issue to The Capital National Bank of Sacramento his promissory note for \$30,658.20 and execute a mortgage of chattels to secure the payment of the note. A copy of the proposed note and a copy of the proposed mortgage of chattels are on file in this application.

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 stage service between Sacramento, North Sacramento, McClellan Field and intermediate points over various routes; 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.

Applicant has purchased four 27-passenger new 1945 Ford Transit Buses at a cost of \$27,871.10. To pay for the buses applicant asks permission to issue to The Capital National

Bank of Sacramento his promissory note for \$30,658.20. This covers the cost of the buses and prepaid interest of \$2,787.10. The note is payable in thirty monthly installments of \$1,021.94, the first payment being due on June 15, 1945, and the final payment on November 19, 1947. The prepaid interest is calculated at the rate of four per cent per annum.

Applicant reports that he needs the four new buses to replace obsolete and worn-out equipment.

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 purpose herein stated, and that this application should be granted as herein provided; therefore,

IT IS HEREBY ORDERED as follows:

1. A. J. Chapin, d/b/a North Sacramento Stage Line, may, after the effective date hereof and on or before September 30, 1945, issue to The Capital National Bank of Sacramento his promissory note in the sum of not exceeding \$30,658.20 and execute a mortgage of chattels to secure the payment of said note, said note and said mortgage of chattels to be in substantially the same form as the note and mortgage of chattels on file in this application.

2. A. J. Chapin, d/b/a North Sacramento Stage Line, shall use the proceeds realized through the issue of said note to pay the cost of four 27-passenger new Ford Transit Buses and

the interest referred to in this application.

3. The authority herein granted will become effective when A. J. Chapin, d/b/a North Sacramento Stage Line, has paid the fee prescribed by Section 57 of the Public Utilities Act.

4. Within thirty days after the issue of said note and the execution of said mortgage of chattels, A. J. Chapin, d/b/a North Sacramento Stage Line, shall file with the Railroad Commission a true, correct and complete copy of the note issued and of the mortgage of chattels executed under the authority herein granted, together with a statement showing the purpose for which he expended the proceeds realized through the issue of said note.

Dated at San Francisco, California, this 12th day of June, 1945.

David Collier
James J. Casper
Richard L. Chase
Frank W. Clark
James H. Linnell
 Commissioners

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 JUN 15 1945
 J. M. MacKesson