

Decision No. 38677

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of V. P. HUNT CO., for authority)
to execute chattel mortgage.)
-----)

Application
No. 27219

OPINION AND ORDER

This is an application by Vernon P. Hunt, Marion B. Hunt and R. B. Sprich, co-partners doing business under the firm name and style of V. P. Hunt Co., to execute a mortgage of chattels to secure the payment of a note for \$82,666.70.

The co-partnership is engaged in the business of transporting freight by motor vehicles in Southern California. During 1945 it purchased, for approximately \$130,000, thirty-four units of equipment, consisting of tankers, tractors, trailers and dollies, and financed the cost through the issue of two six percent notes, one for \$98,000, payable in monthly installments of \$4,000, and one for \$32,000, payable in monthly installments of \$666.66. There remains unpaid on said notes the total sum of \$82,666.70.

Applicant now proposes to refinance the indebtedness through the issue of a new note for \$82,666.70, payable in monthly installments of \$2,300 with interest at the rate of six percent per annum, payment to be secured by a mortgage of chattels in substantially the same form as that filed as Exhibit "A" in this proceeding.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the application should be granted, as herein provided, 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 as follows:

1. Vernon P. Hunt, Marion B. Hunt and R. B. Sprick, co-partners doing business under the firm name and style of V. P. Hunt Co., after the effective date hereof and on or before March 31, 1946, may execute a mortgage of chattels in substantially the same form as that filed as Exhibit "A" in this proceeding, and may issue a note in the principal amount of \$82,666.70, payable in monthly installments of \$2,300, with interest at the rate of six percent per annum, for the purpose of paying the presently outstanding notes of like amount referred to herein.

2. Applicant shall file with the Commission, on or before April 30, 1946, a copy of the mortgage of chattels and a copy of the note as executed under the authority herein granted.

3. The authority herein granted will become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act.

Dated at San Francisco, California, this 13th day of February, 1946.

David Robinson

Francis Lewis

W. H. Lawrence

Harold D. Hule

Commissioners

