

ORIGINAL

Decision No. 38903

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

Application by RIVERSIDE TRANSIT)
LINES, a corporation, for an Order)
Authorizing the Execution of a)
Promissory Note and Chattel Mort-)
gage.)
-----)

Application
No. 27426

OPINION AND ORDER

Riverside Transit Lines, a corporation engaged in operating a passenger bus service in and about Riverside, has applied to the Railroad Commission for permission to execute a chattel mortgage and to issue a note for \$3,500 for the purpose of refinancing outstanding indebtedness.

The company reports that in order to meet demands for service it purchased, on February 22, 1946 from Crown Body and Coach Corporation, a new 1946 Ford transit coach at a cost of \$6,369.85 and that it paid in cash \$3,369.85 of such amount and executed a conditional sales contract to the seller for the unpaid balance of \$3,500, payable sixty days after date. It further reports that it now desires to refinance this obligation by borrowing the sum of \$3,500 from The American National Bank and to issue in evidence thereof a promissory note of like amount payable in thirty-five equal successive monthly installments of \$100 or more, beginning June 1, 1946, plus interest at the rate of six percent per annum, payable monthly, said note to be secured by a chattel mortgage on the Ford transit coach.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the request

of applicant should be granted, as herein provided, and that the money, property or labor to be procured or paid for through the issue of said 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. Riverside Transit Lines, after the effective date hereof and on or before May 31, 1946, may execute a chattel mortgage in, or substantially in, the same form as that filed in this proceeding as Exhibit "A", and may issue a note in the principal amount of \$3,500.00, payable as indicated herein, for the purpose of obtaining funds to pay the outstanding indebtedness of \$3,500.00 in favor of Crown Body and Coach Corporation.

2. Riverside Transit Lines shall file with the Commission a report of the issue of the note and the disposition of the proceeds as required by the Commission's General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

3. The authority herein granted will become effective when Riverside Transit Lines has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is Twenty-five (\$25.00) Dollars.

Dated at San Francisco, California this 2nd day of
May, 1946.

Richard Anderson
Justus F. Green
Thomas C. ...
Frank ...
Commissioners

