

Decision No. 39185

ORIGINAL

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of the Los Angeles & Interurban)
Transportation Co., to execute)
a Note and Trust Deed.)
-----)

Application No. 27619

OPINION AND ORDER

Los Angeles & Interurban Transportation Co. asks permission to execute a deed of trust and to issue a note in the principal amount of \$15,000.

It appears that Los Angeles & Interurban Transportation Co. is a corporation engaged in the operation of motor vehicles for the transportation of property generally between Los Angeles and certain points in the Los Angeles harbor district. It has reported its operating revenues at \$35,709 in 1945, at \$30,979 in 1944 and at \$34,609 in 1943. After payment of operating expenses, taxes, interest and other deductions and making provision for depreciation, it reported its net profit at \$6,254 in 1945, at \$1,209 in 1944 and at \$54 in 1943.

The corporation reports that because of the expiration of a lease on premises it now occupies in Los Angeles, it has become necessary for it to purchase property upon which to construct an office and facilities for the storage, care and maintenance of its equipment. The agreed purchase price is \$30,000

of which \$15,000 will be payable in cash and the balance will be represented by a note in the principal amount of \$15,000 payable on or before May 20, 1949 with interest at the rate of 5% per annum. The payment of the note will 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, that the requests 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 expense or to income, therefore,

IT IS HEREBY ORDERED that Los Angeles & Interurban Transportation Co. be, and it hereby is, authorized, after the effective date hereof and on or before September 30, 1946, to execute a deed of trust in, or substantially in, the same form as that filed in this proceeding as Exhibit "A", and to issue a promissory note in the principal amount of \$15,000, payable on or before May 20, 1949, with interest at the rate of 5 percent per annum, for the purpose of financing in part the purchase price of the property referred to herein.

IT IS HEREBY FURTHER ORDERED that applicant shall file with the Commission a report as required by the Commission's

General Order No. 24-A, which order, insofar as applicable, is made a part of this order, and,

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when applicant 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 9th day of July, 1946.

Harold Rudman
Justin P. Quinn
Bruno Brown
John H. Lawrence
Harold P. Kille
Commissioners

