

Decision No. 39357

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of FOSTER TRANSPORTATION, INCORPORATED
for an order authorizing purchase of
real property located at 23 South
Stoneman Avenue, Alhambra, Calif.

ORIGINAL

Application No.
27723

OPINION AND ORDER

Foster Transportation, Incorporated, has applied to the Railroad Commission for permission to execute a deed of trust securing the payment of a 6% note for \$23,000, for the purpose of financing in part the purchase price, reported at \$24,000, of a terminal site located at 23 South Stoneman Avenue, Alhambra, to be used to provide bus parking area, garage and maintenance facilities and refueling service necessary in its operations. The lot is 145 feet by 60 feet in dimension and is improved with paving, fencing, two tanks of 1,000 gallons capacity each, two gasoline pumps and a steel garage building said to be ample for applicant's maintenance work.

During the first year applicant is required to pay only the monthly (about \$115 per month) accruing interest. Beginning September 15, 1949^{EKE} it must pay monthly the accruing interest and \$400 per month on the principal until September 15, 1950 when the entire unpaid principal, approximately \$8,500, and the unpaid accrued interest is payable.

Applicant's lease for its present terminal expires this year. The owner of the property has advised applicant that he intends to increase the rent. Because of this situation and the fact that the property it proposes to acquire provides a better and larger terminal, applicant is of the opinion it should purchase the same.

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 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. Foster Transportation, Incorporated, after the effective date hereof and on or before December 31, 1946, and in order to finance, in part, the purchase price of the properties referred to herein, may execute a deed of trust in, or substantially in, the same form as the deed of trust filed in this proceeding on August 8, 1946, and may issue a note in the principal amount of \$23,000 payable on or before September 15, 1950, with interest at the rate of six (6%) percent per annum.

2. Foster Transportation, Incorporated, shall file a report of the issue of the note 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 Foster Transportation, Incorporated, has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is Twenty-five (\$25.00) dollars.

4. The authority herein granted shall not be construed as a finding of value of the property referred to herein.

Dated at Los Angeles, California, this 27th day of August, 1946.

Harold A. Kule
Justin J. Calves
Francis Deane
Leslie Howell
A. F. Johnson
 Commissioners

