

For the same period it reports a net profit of \$57,375.89.

Applicant reports that in order to more adequately handle increased requirements and to improve its service, it purchased from Gillig Bros., Hayward, California, two new 37-passenger Gillig-International motor coaches at a total cost of \$26,661.10. It paid cash for the buses. To reimburse its treasury in part because of such payment, applicant asks permission to borrow \$21,300 from the Bank of America National Trust and Savings Association, Humboldt Branch. The loan will be represented by a promissory note, payable in 72 equal consecutive monthly installments plus interest at the rate of 3% per annum, payable monthly. The payment of the note will be secured by a chattel mortgage on the two buses, and will further be guaranteed by Airport Limousine Company, which owns all of the outstanding stock of The Gray Line, Inc.

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 Gray Line, Inc. should be authorized to execute a chattel mortgage and issue a note, as herein provided, 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 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. For the purpose of reimbursing its treasury because of income expended for the purchase of said two motor coaches,

The Gray Line, Inc. may, after the effective date hereof and on or before March 1, 1947, issue to Bank of America National Trust and Savings Association, Humboldt Branch, its promissory note in the principal sum of \$21,300, payable in 72 equal consecutive monthly installments plus interest at the rate of 3% per annum, payable monthly, and execute a chattel mortgage to secure the payment of said note, said note and said chattel mortgage to be in, or substantially in, the same form as the note and the chattel mortgage filed in this application as Exhibits "C" and "D", respectively.

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

3. Within thirty (30) days after the issue of the note herein authorized, The Gray Line, Inc. shall file with the Commission a true and correct copy of said note and a true and correct copy of the chattel mortgage executed under the authority herein granted.

Dated at San Francisco, California, this 13th day of January, 1947.

Harold P. Keels
Justus J. Calver
John A. Powell
B. J. [unclear]
Commissioners

