

Decision No. 39989

BEFORE THE PUBLIC UTILITIES 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. 28180

OPINION AND ORDER

**ORIGINAL**

Los Angeles & Interurban Transportation Co., applicant herein, 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.

The company heretofore has advised the Commission that because of the expiration of a lease on premises it has occupied in Los Angeles, it purchased, for \$20,000, certain real property upon which it proposed to construct an office and facilities for the storage, care and maintenance of its equipment. By Decision No. 39185, dated July 9, 1946, the Commission authorized the company to issue a note in the principal amount of \$15,000 to provide a part of the purchase price.

The present application shows that the company has made arrangements to construct for approximately \$47,000, a concrete brick building approximately 225' x 100' to be used primarily for office space, a repair shop and storage facilities for its equipment, with a portion of the building being available for lease to others.

To finance its estimated construction costs applicant proposes to borrow \$47,000 from Security-First National Bank of

Los Angeles, said sum to be represented by a note payable in monthly installments of \$500 or more with interest at the rate of 6% per annum and secured by a deed of trust covering real property owned by applicant. A copy of the proposed deed of trust has been filed in this proceeding. It is reported that the present note and deed of trust heretofore executed under authority granted by Decision No. 39185 will be paid with moneys to be advanced on open account by applicant's stockholders and from funds now on hand.

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. Los Angeles & Interurban Transportation Co., after the effective date hereof and on or before April 15, 1947, may execute a deed of trust in, or substantially in, the same form as that filed in this proceeding, and may issue a note in the principal amount of \$47,000 payable in monthly installments of \$500 or more, with interest at the rate of 6% per annum, for the purpose of financing the cost of the building referred to herein.

2. Los Angeles & Interurban Transportation Co. shall file with the Commission a report or reports of the issue of said note and of 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 Los Angeles & Interurban Transportation Co. has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is Forty-seven (\$47.00) Dollars.

Dated at San Francisco, California, this 25<sup>th</sup> day of February 1947.

Harold P. Kula  
Justin J. Cramer  
Joseph H. Russell  
A. J. ...  
Rene ...  
Commissioners

