

Decision No. 40023**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
 PETER J. VAN LOBEN SELS, an individual,)
 doing business as EL MONTE TRANSIT)
 LINES, for authority under Section 52,) Application
 Public Utilities Act, to borrow money) No. 28224
 and to execute long-term Promissory)
 Notes secured by Chattel Mortgages on)
 Equipment.)
 -----)

OPINION AND ORDER

Peter J. Van Loben Sels, an individual doing business under the firm name and style of El Monte Transit Lines, has applied to the Public Utilities Commission for authority to issue a note for \$5,403.88 and to execute a mortgage of chattels.

By Decision No. 39007, dated May 28, 1946, applicant was granted a certificate of public convenience and necessity to operate a passenger stage service between the City of El Monte and adjacent territory in the County of Los Angeles. He reports his results of operation for the six months ending December 31, 1946, as follows:

Operating revenues	\$ 9,595.29
Operating expenses	<u>9,176.28</u>
Balance	419.01
Depreciation	<u>1,300.97</u>
Net operating loss	(881.96)
Interest and other deductions	<u>366.15</u>
Net loss	<u>\$(1,248.11)</u>

In Exhibit "B" applicant reports his investment in equipment at \$18,641.06 and in current assets and prepayments at \$3,973.22, making a total of \$22,614.28, as of December 31, 1946.

He reports his outstanding liabilities at \$5,649.73, consisting of a contract payable of \$4,653.92 and current and accrued liabilities of \$995.81.

Applicant reports that due to an increasing demand for service he has found it necessary to acquire an additional bus and accordingly has made arrangements to purchase a new Ford transit type bus for the sum of \$7,500. He proposes to provide \$2,500 of the purchase price from his own funds and to borrow the balance from Bank of America National Trust and Savings Association, said borrowing to be represented by an installment note secured by a mortgage of chattels covering the new bus.

The proposed note will be in the principal amount of \$5,403.88 of which \$403.88 represents the financing charges of the bank, leaving cash available to applicant of \$5,000. The principal amount of the note will be payable in an installment of \$150.38 on March 10, 1947, and thereafter in thirty-five equal successive monthly installments of \$150.10 each beginning April 10, 1947. A copy of the proposed note and mortgage of chattels is filed in this proceeding as Exhibit "A".

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

IT IS HEREBY ORDERED as follows:

1. Peter J. Van Loben Sels, after the effective date hereof and on or before April 15, 1947, may execute a note and mortgage of chattels for the sum of \$5,403.88, in substantially the same form as the note and mortgage of chattels filed in this proceeding as Exhibit "A", for the purpose of financing in part the cost of a new Ford bus.

2. Applicant shall file with the Commission a report as required by 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 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 4th day of March, 1947.

Harold J. Kula
Justice J. C. Quinn
Justice Lowell
A. J. ...
Penelope Potter
Commissioners

