

**ORIGINAL**Decision No. 40435

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 Asbury Rapid Transit System, a )  
 corporation, for an order pursuant )  
 to Section 52 of the Public Utilities )  
 Act authorizing applicant to execute )  
 a conditional sale contract for )  
 \$136,800 covering the purchase of ten )  
 Mack motor coaches. )  
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Application  
No. 28514OPINION AND ORDER

Asbury Rapid Transit System, applicant herein, is a corporation engaged generally in the operation of motor coaches for the transportation of passengers between Los Angeles and San Fernando, between Pasadena, Hollywood, Culver City and Ocean Park, between Los Angeles, Pasadena and Mt. Wilson, and various adjacent points and certain intermediate points. As of March 31, 1947, applicant reports assets and liabilities as follows:

Assets

Current assets	\$ 84,677.50
Tangible property	754,177.92
Intangible property	10,598.00
Prepayments	<u>14,242.95</u>

Total assets	<u>\$863,696.37</u>
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Liabilities

Current liabilities	\$103,951.03
Equipment obligations	57,250.46
Reserve for depreciation	403,763.27
Capital stock	31,100.00
Unappropriated surplus	<u>267,631.63</u>

Total liabilities	<u>\$863,696.37</u>
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For the year ending December 31, 1946, applicant reports operating revenues of \$1,108,542.18 and net income of \$43,207.27.

Applicant reports that it is in need of additional equipment to render adequate transportation service and that therefore it has arranged to purchase 10 new Mack motor coaches, Model C-43, 43-passenger, for a total purchase price of \$152,232.70. Of the purchase price, applicant will make a cash down payment of \$15,432.70. It asks permission to execute a conditional sale contract in favor of the Mack International Motor Truck Corporation for the remainder of the purchase price, to wit, \$136,800. The contract obligates applicant to pay the \$136,800 in 60 consecutive monthly installments of \$2,280, with interest at the rate of 4% per annum, payable monthly. A copy of the conditional sale contract is on file in this application as Exhibit "A".

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 money, property or labor to be procured or paid for through the execution of said conditional sale contract is reasonably required by applicant for the purpose herein stated, which purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income, and that this application should be granted as herein provided, therefore,

IT IS HEREBY ORDERED as follows:

1. Asbury Rapid Transit System may, after the effective date hereof and on or before October 31, 1947, execute a conditional sale contract for the principal sum of not exceeding

\$136,800 for the purpose of acquiring the ten (10) Mack motor coaches referred to in this application, said conditional sale contract to be in, or substantially in, the same form as the contract on file in this application as Exhibit "A".

2. The authority herein granted will become effective when Asbury Rapid Transit System has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is One Hundred Thirty-seven (\$137.00) Dollars.

3. Within thirty (30) days after the execution of said conditional sale contract, Asbury Rapid Transit System shall file with the Commission a true and correct copy of such contract, together with a statement showing the cost of each of said ten (10) Mack motor coaches.

Dated at San Francisco, California, this 24<sup>th</sup> day of June, 1947.

*Harold Hule*  
*Justin J. Calver*  
*Charles Powell*  
*A. J. ...*  
*Kenneth ...*  
Commissioners

