

Decision No. 40566

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)

PASADENA CITY LINES, INC.)

for an Order Authorizing applicant to)
issue its promissory note; to place a)
lien of chattel mortgage on certain of)
the applicant's properties to secure)
repayment of said note, and to use)
proceeds of said note for the purpose)
specified herein.)
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ORIGINAL

Application
No. 28591

OPINION AND ORDER

Pasadena City Lines, Inc., a corporation engaged in the operation of motor vehicles for the transportation of passengers in and about the City of Pasadena, reports that in order to meet transportation requirements and to improve its service, it has ordered from Mack-International Motor Truck Corporation ten new Mack 41-passenger gasoline powered motor coaches for a total cost, including freight charges, of approximately \$149,737.90.

In order to finance, in part, the purchase price the company proposes to borrow from The Anglo California National Bank of San Francisco the sum of \$127,000 to be represented by a note repayable in sixty equal consecutive monthly installments, plus interest at the rate of 2½% per annum. The payment of the note will be secured by a chattel mortgage, in the form set out in Exhibit "D" filed in this proceeding, and in addition, will

be guaranteed by Pacific City Lines, Inc., the owner of all the outstanding stock of Pasadena City Lines, Inc.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary; that Pasadena City Lines, Inc. should be authorized to execute a chattel mortgage and to issue a note, 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 expense or to income, therefore,

IT IS HEREBY ORDERED as follows:

1. Pasadena City Lines, Inc., after the effective date hereof and on or before October 31, 1947, may execute a chattel mortgage in, or substantially in, the same form as that filed in this proceeding as Exhibit "D", and may issue a promissory note in the principal amount of \$127,000, repayable in sixty equal consecutive monthly installments plus interest at the rate of 2½% per annum, for the purpose of financing in part the cost of the ten motor coaches referred to herein.
2. The authority herein granted will become effective when Pasadena City Lines, Inc. has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is One Hundred Twenty-seven (\$127.00) Dollars.
3. Pasadena City Lines, Inc. shall file with the Commission a report, or reports, of the issue of the note herein authorized 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.

Dated at San Francisco, California, this 29th day of July, 1947.

Harold D. Hule
Justin F. Quinn
Don H. Amee

Commissioners

