

ORIGINAL

Decision No. 41028

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 the proceeds of said note for the purpose specified herein.

APPLICATION No. 28920

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 G.M.C. Truck & Coach Division, General Motors Corporation, nine new Transit Type Diesel Hydraulic motor coaches at a cost of \$155,321.80. This cost includes freight charges of \$6,066.34.

In order to pay for the motor coaches applicant asks permission to issue to The Anglo California National Bank of San Francisco, its promissory note for the sum of \$132,000.00, and to execute a chattel mortgage to secure the payment of the note. A copy of the note and a copy of the chattel mortgage are on file with this application as Exhibit "C" and "D" respectively. The note bears interest at the rate of 2½% per annum, payable monthly. The principal of the note is payable in 60 consecutive monthly installments. The mortgage will be a lien on the nine motor coaches.

The payment of the note will be guaranteed by Pacific City Lines, Inc. owner of all applicant's outstanding stock.

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 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 Pasadena City Lines, Inc. 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., may after the effective date hereof and on or before February 1, 1948, issue a 2½% note for the principal sum of \$132,000. and execute a chattel mortgage to secure the payment of said note, said note and said chattel mortgage to be in substantially the same form as the note and chattel mortgage on file in this application, as Exhibits "C" and "D", respectively. Pasadena City Lines, Inc., should use the \$132,000. to pay in part the cost of said nine motor coaches or reimburse its treasury because of income expended for that purpose.

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 \$132.00.

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 14<sup>th</sup> day  
of December, 1947.

Harold P. Hule  
Justin F. Gaeves  
Dean H. Powell  
R. F. Johnson

Commissioners

PUBLIC UTILITIES COMMISSION  
 STATE OF CALIFORNIA

PAID  
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 \$132.00

W. A. Myer