

Decision No. 41778

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
WALKUP DRAYAGE & WAREHOUSE COMPANY,	:	
a corporation, for authority to exe-)	Application
cute a note and Motor Vehicle Chattel	:	No. 29422
Mortgage.)	
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OPINION AND ORDER

Walkup Drayage & Warehouse Company, hereafter sometimes referred to as Applicant, has applied to the Public Utilities Commission for authority to execute a mortgage of chattels and to issue a note for \$102,855.97.

The application shows that Applicant is engaged in the business of transporting property by motor vehicles and in the public utility warehouse business, its principal field of operations being in San Francisco. For the year 1947, its operating revenues were reported at \$1,951,566, with net operating revenues of \$26,409.

Applicant's 1947 annual report shows that at the end of the year it owned 212 trucks, 45 tractors, 239 semi-trailers and other equipment. Its investment in carrier operating property amounted to \$1,617,580, consisting of the following:

Revenue equipment -		
Trucks	\$526,743	
Tractors	230,588	
Semi-trailers	549,996	
Other equipment	<u>19,364</u>	\$1,326,691
Service cars and equipment		22,225
Shop and garage equipment		11,352
Furniture and office equipment		22,498
Miscellaneous equipment		84,365
Improvements to leased property		69,143
Unfinished construction		<u>75,306</u>
Total		<u>\$1,617,580</u>

Applicant now reports that at a cost of \$102,855.97 it has reconstructed 126 of its semi-trailers in two respects, namely, by altering the couplings from a Lapeer to a Fruehauf type and by converting all brakes from vacuum type to air type. To obtain funds to pay the cost of such changes, Applicant seeks permission to execute a mortgage of chattels covering 66 units of the equipment and to issue, to Bank of America National Trust & Savings Association, its installment note for \$102,855.97 to be paid as follows: \$2,142.96 on July 24, 1948, and 47 equal successive monthly installments of \$2,142.83 beginning August 24, 1948, together with interest at a rate not to exceed 4 1/2% per annum.

The Commission has considered this application and is of the opinion that a public hearing thereon 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 by Applicant for the purpose specified herein, therefore,

IT IS HEREBY ORDERED as follows:

1. Walkup Drayage & Warehouse Company, after the effective date hereof and on or before August 15, 1948, may execute a mortgage of chattels and issue a note in the principal amount of \$102,855.97 in substantially the same form as the mortgage of chattels and note filed in this proceeding as Exhibit "D", for the purpose of financing the cost of reconstructing its equipment as referred to herein.

2. Applicant shall file with the Commission a report, or reports, as required by the Commission's General Order No.

24-A, which order, insofar as applicable, is made a part of this order.

3. Applicant shall file with the Commission, on or before August 31, 1948, a copy of each journal entry used in recording on its books charges and credits to its carrier operating property accounts in connection with the reported reconstruction expenditures of \$102,855.97.

4. The authority herein granted will become effective when Applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is one hundred three (\$103.00) dollars.

Dated at San Francisco, California, this 29th day of June, 1948.

R. T. Anderson
Justin F. Casner
Frank D. Powell
Harold F. Kula
Samuel L. Potter
Commissioners

