

**ORIGINAL**Decision No. 41885

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of	)	
MOSER'S FROZEN FOOD FREIGHT LINE, a	:	
California corporation, for an order	)	Application
authorizing the issuance of condition-	:	No. 29527
al sales contracts for the acquisition	)	
of equipment.	:	
-----	)	

OPINION AND ORDER

In this application Moser's Frozen Food Freight Line, a corporation, has applied to the Public Utilities Commission for an order authorizing it to execute two conditional sales contracts providing for deferred payments of \$17,264.78 for the purchase of six units of equipment.

The application shows that Moser's Frozen Food Freight Line is a corporation engaged in rendering a public utility transportation service between San Francisco, Sacramento and Los Angeles. Its 1947 annual report to the Commission shows that it operated twenty-nine units of equipment and that its operating revenues aggregated \$300,113 with a net loss of \$17,683. In this application it reports its assets and liabilities as of June 30, 1948, as follows:

Assets

Current assets -		
Cash and deposits	\$ 4,109.76	
Accounts receivable	19,386.30	
Materials and supplies	6,478.56	
Other current assets	18.45	
Total current assets		\$ 29,993.07
Tangible assets less reserve for depreciation		65,484.01
Intangible assets		9,105.98
Other investments		113.10
Prepayments		8,739.27
Deferred debits		3,000.00
Total assets		<u>\$116,435.43</u>

Liabilities

Current liabilities -		
Notes payable	\$ 4,348.72	
Accounts payable	29,246.94	
Wages payable	1,713.87	
C.O.D.'s payable	148.63	
Accrued liabilities	<u>3,063.49</u>	
Total current liabilities		\$ 38,521.65
Long-term liabilities		24,536.37
Deferred credits		5,826.62
Capital stock		50,500.00
Deficit		<u>(2,949.21)</u>
	Total liabilities	<u>\$116,435.43</u>

Applicant reports that in order to enable it to improve its service and to maintain its schedules it has entered into arrangements to purchase two used Dodge trucks, two used Fruehauf semi-trailers and one new Dodge truck from Wegge-Pelton Motor Co., of Pasadena, and one new Autocar truck from The Autocar Sales & Service Company for a total purchase price for the six units of \$20,918.44.

The agreement with Wegge-Pelton Motor Co. provides for a purchase price of \$7,547.66 of which \$653.66 is payable upon delivery of the equipment, leaving a balance of \$6,894.00 to be paid over a period of eighteen months with interest at the rate of 6 percent. The agreement with The Autocar Sales & Service Company provides for a total purchase price of \$13,370.78 with a payment upon delivery, in the nature of a trade-in allowance, of \$3,000, leaving a balance of \$10,370.78 to be paid over a period of thirty months with interest at the rate of 4-1/2 percent. The deferred payments will be evidenced by conditional sales contracts.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, that the request of applicant should be granted, as herein provided, that the

money, property or labor to be procured or paid for through the execution of said conditional sales contracts is reasonably required by applicant for the purpose specified herein and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income,

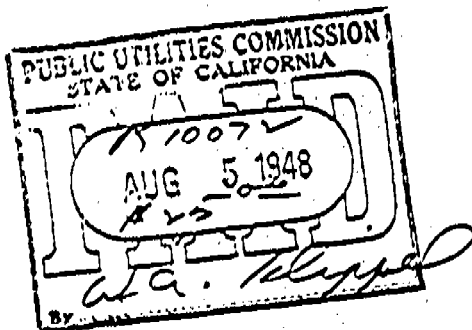
IT IS HEREBY ORDERED as follows:

1. Moser's Frozen Food Freight Line, after the effective date hereof and on or before August 31, 1948, may execute two (2) conditional sales contracts in, or substantially in, the same form as those filed in this proceeding as Exhibits "B" and "C", providing for deferred payments in the total amount of \$17,264.78 for the purchase of the units of equipment referred to herein.

2. Applicant shall file with the Commission, on or before September 30, 1948, a written statement showing the action taken by it under the authority herein granted and the price at which it recorded each of said units of equipment in its books of account.

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 27th day of July, 1948.



Handwritten signatures of three commissioners over a horizontal line, with the word 'Commissioners' printed below.