

Decision No. 42628

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the Application of
BAKERSFIELD TRANSIT COMPANY,
a corporation

(a) For an order authorizing
the issuance of a Conditional Sale
Contract for the purchase of new
equipment.

Application
No. 30119

OPINION AND ORDER

Bakersfield Transit Company (formerly Bakersfield and Kern Electric Railway Company) is a corporation engaged in operating motor coaches for the transportation of passengers within the city of Bakersfield and in areas in the county of Kern contiguous to said city.⁽¹⁾ In its operation it presently uses twenty five motor coaches. To improve and extend its service it is in need of additional coaches.

Applicant proposes to purchase from General Motors Corporation, GMC Truck & Coach Division, five Model TDH 3612 Transit type diesel hydraulic coaches with accessories and equipment. Including freight and taxes applicant estimates the cost of the five coaches at \$85,886.75. Applicant will pay the freight and twenty percent of the cost of the coaches in cash. Applicant asks permission to execute a conditional sales contract to cover the purchase of the five coaches. The deferred payment under the contract is reported at \$65,784. The \$65,784 will be payable in sixty monthly installments of \$1,096.40. The deferred payments

(1) The company reported for 1943, operating revenues at \$423,649.93 with net income, after operating expenses, taxes and depreciation, of \$27,542.06.

bear interest at the rate of 6% per annum.

Applicant asks permission to execute a conditional sales contract in the form on file in this application for the purpose of acquiring said five motor coaches.

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

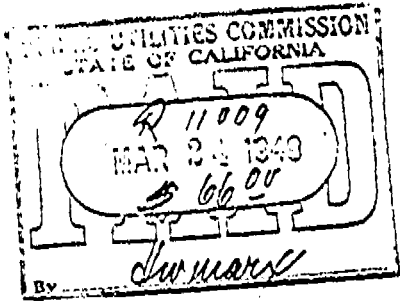
IT IS HEREBY ORDERED as follows:

1. Bakersfield Transit Company, after the effective date hereof and on or before May 31, 1949, may execute a conditional sales contract in, or substantially in, the same form as that filed in this proceeding, providing for deferred payments of \$65,784, for the purpose of acquiring said five new passenger coaches.

2. Within thirty (30) days after the execution of the conditional sales contract authorized herein, Bakersfield Transit Company shall file with the Commission a copy thereof as actually executed.

3. The authority herein granted will become effective when Bakersfield Transit Company has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is Sixty-six (\$66.00) Dollars.

Dated at San Francisco, California, this 22nd day
of March, 1949.



R. E. Dwyer
Justice J. C. ...
...
...

Commissioners