

Decision No. 42959

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )

PACIFIC MILL & ELEVATOR CO., )  
a corporation, )

Application  
No. 30198

for an order authorizing execution )  
of promissory note secured by Deed )  
of Trust. )  
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O P I N I O N

In this application, the Public Utilities Commission is asked to make an order authorizing Pacific Mill & Elevator Co. to issue a note in the principal amount of \$10,000 to finance the cost of acquiring property, and to execute a deed of trust to secure the payment of said note.

Pacific Mill & Elevator Co. is a corporation organized under the laws of the State of California on or about August 6, 1946. It is engaged, among other things, in operating public utility warehouses for the storage, primarily, of barley, wheat and oats in Artois and Rotoville, in Glenn County. In its 1948 annual report to the Commission, it reports its revenues from warehouse operations at \$48,944.03 and from other operations at \$26,682.68, a total of \$75,626.71, with net profit for the year of \$7,720.39. It reports its investment in its properties at \$132,620.69.

The present application shows that applicant is in need of additional grain storage facilities in order to meet the current and anticipated demand for service, and that it has made

arrangements to acquire, for \$10,000 plus incidental costs of \$211.64, certain properties located near its Artois plant formerly owned by Harold W. Hoobler and Hazel D. Hoobler, consisting of approximately 4.25 acres of land, a warehouse building 50 feet by 400 feet in size, and a platform scale and warehouse equipment. The building has a present sack storage capacity of 4,000 tons.

In acquiring the properties, applicant proposes to issue a promissory note in the principal amount of \$10,000, non-interest bearing and repayable in five equal annual installments of \$2,000 or more on the first day of June of each and every year beginning June 1, 1949, and to execute a deed of trust upon the property it proposes to acquire.

It is reported that the properties to which reference is made herein were acquired from the Hooblers on or about March 16, 1949, by Roy Berlinger, applicant's president, for the sum of \$10,000, payment being made through the issue of a note for \$10,000. In the present transaction, it is contemplated that Mr. Berlinger will transfer the properties to applicant at the same price at which he acquired them, that applicant will pay the incidental costs, and that the note and deed of trust it now proposes to issue will replace the note and deed of trust heretofore executed by Roy Berlinger.

O R D E R

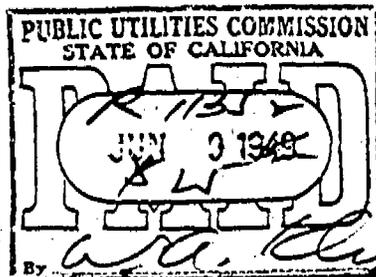
The Public Utilities Commission having considered this application and it being of the opinion that a public hearing thereon is not necessary, that the application should be granted,

as herein provided, that the money, property or labor to be procured or paid for through the issue of a note for \$10,000 is reasonably required by Pacific Mill & Elevator Co. 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. Pacific Mill & Elevator Co., after the effective date hereof and on or before July 31, 1949, may issue a note in the principal amount of \$10,000 and may execute a deed of trust to secure the payment of said note for the purpose of financing the cost of the property to which reference is made in the opinion preceding this order, said note and said deed of trust to be in, or substantially in, the same form as those filed in this proceeding as Exhibit "A" and Exhibit "B", respectively.
2. Pacific Mill & Elevator Co. shall file with the Commission a report as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.
3. The authority herein granted will become effective when Pacific Mill & Elevator Co. 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 7<sup>th</sup> day of June, 1949.



*R.B. [Signature]*  
*Joseph K. [Signature]*  
*Harvey T. [Signature]*  
*Bernett [Signature]*  
Commissioners