

Decision No. 43132

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SOUTHERN CALIFORNIA FREIGHT LINES
for an order authorizing execution
of a note secured by mortgage on
motor equipment.

Application
No. 30446

OPINION AND ORDER

This is an application by Southern California Freight Lines for an order authorizing it to issue notes, secured by mortgages of chattels, in the aggregate principal amount of \$40,254.26, for the purpose of paying or refunding outstanding indebtedness.

Southern California Freight Lines is a corporation engaged in business as a highway common carrier in Southern California. It reports that during 1948 it purchased, for an aggregate sum of \$87,938.95, additional equipment consisting of nine tractors, thirteen trucks, two Jeeps, four semi-trailers and five sedans for use in its operations, and that it financed the purchase price, in part, through the issue of six installment notes to Bank of America National Trust and Savings Association in the aggregate principal amount of \$69,207.93.

Applicant now asks permission to issue six new notes, each secured by a mortgage of chattels, in the aggregate principal amount of \$40,254.26 to pay or refund the unpaid balances on the dates of maturity of said six notes heretofore issued. The following tabulation shows the amounts and dates of issue and maturity of the original notes, the monthly payments and the unpaid balances to be refunded:-

<u>Amount</u>	<u>Date of Issue</u>	<u>Monthly Payment</u>	<u>Final Maturity</u>	<u>Unpaid Balance</u>
\$ 4,790.89	9-14-48	\$ 135.00	9-15-49	\$ 3,170.89
20,434.12	3-10-49	570.00	3-15-50	13,594.12
13,965.00	12-14-48	662.00	12-15-49	6,021.00
6,383.00	7- 6-48	266.00	7- 5-49	3,191.00
14,920.00	6-25-48	415.00	7-12-49	9,940.00
<u>8,714.92</u>	6- 3-48	<u>363.12</u>	6- 3-49	<u>4,327.25</u>
<u>\$69,207.93</u>		<u>\$2,411.12</u>		<u>\$40,254.26</u>

The proposed new notes will be dated as of the maturity of the existing notes and will be payable in monthly installments in the same amounts as the present notes, with interest at the rate of 5% per annum. Copies of such proposed notes and mortgages of chattels are on file in this proceeding as Exhibit "B".

The Commission has considered this matter and is of the opinion that a public hearing thereon is not necessary, that the money, property or labor to be procured or paid for through the issue of said notes is reasonably required for the purpose specified herein, that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income and that this application should be granted, as herein provided, therefore,

IT IS HEREBY ORDERED as follows:

1. Southern California Freight Lines, after the effective date hereof and on or before March 31, 1950, may issue installment notes and execute mortgages of chattels in substantially the same form as those filed in this proceeding as Exhibit "B", in the aggregate amount of not exceeding \$40,254.26, for the purpose of paying or refunding indebtedness of like amount now outstanding.

2. Applicant shall file with the Commission a report, or reports, 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 applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is \$41.00.

Dated at San Francisco, California, this 19th day of July 1949.

R. Z. [Signature]
Justice F. Calver
[Signature]
Harold P. [Signature]
[Signature]
Commissioners

