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PUBLIC UTILITIES COMMISSION  
FRESNO, CALIFORNIA  
MAY 15 1956

Decision No. 42456

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
FRESNO CITY LINES, INC. )

for an order authorizing Applicant to )  
issue its promissory note; to place a )  
lien of chattel mortgage on certain of )  
the Applicant's properties to secure )  
repayment of said note, and to use )  
proceeds of said note for the purpose )  
specified herein. )  
----- )

Application  
No. 30705

OPINION AND ORDER

Fresno City Lines, Inc., a corporation engaged in the operation of motor vehicles for the transportation of passengers in and about the City of Fresno, reports that in order to meet increased transportation needs it has ordered from GMC Truck & Coach Division of General Motors Corporation, two new GMC-TDR 3612 transit type 36-passenger diesel hydraulic motor coaches for a total estimated cost of \$35,000, including state and federal taxes, freight and other charges.

In order to finance in part the purchase price, the company proposes to borrow from Bank of America National Trust and Savings Association the sum of \$28,000, to be represented by a note payable in seventy-two equal consecutive monthly installments, plus interest at the rate of 3-1/2% per annum. The payment of the note will be secured by a chattel mortgage covering the two new motor coaches. A copy of the proposed note has been filed in this proceeding as Exhibit "E" and a copy of the proposed chattel mortgage as Exhibit "C".

The Commission has considered this matter and is of the opinion that a public hearing thereon is not necessary, that Fresno City Lines, Inc. should be authorized to execute a chattel mortgage and to issue a note, as herein provided, 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, 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. Fresno City Lines, Inc., after the effective date hereof and on or before December 31, 1949, for the purpose of financing in part the cost of two new motor coaches, may issue a note in the principal amount of \$28,000 and execute a chattel mortgage to secure the payment of the same, which note and chattel mortgage shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit "E" and Exhibit "C", respectively.
2. The authority herein granted will become effective when Fresno City Lines, Inc. has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is twenty-eight (\$28.00) dollars.
3. Fresno City Lines, Inc. shall file with the Commission a report, or reports, of the issue of the note herein authorized and of the disposition of the proceeds as required by the Commission's General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

Dated at San Francisco, California, this 1<sup>st</sup> day  
of November, 1949.

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

