

ORIGINAL

Decision No. 43752

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of Sacramento River Warehouse Company, a corporation, for an order authorizing construction of additional warehouse facilities and the borrowing of money for payment of same.

Application  
No. 30948

O P I N I O N

Sacramento River Warehouse Company, applicant herein, is a corporation engaged in operating public utility warehouses in Colusa, Grimes and Miller's Landing, primarily for the storage of grain and rice. In this application it seeks authority to execute a deed of trust and to issue a note in the principal amount of \$90,000 for the purpose of refunding outstanding indebtedness and of financing the cost of additions to its properties.

By Decision No. 42820, dated May 3, 1949, in Application No. 30264, the Commission authorized applicant to issue a note in the principal amount of \$80,000 for the purpose of financing, in part, the cost, estimated at \$130,000, of constructing additional facilities in Grimes for bulk storage of grain, rice and beans, such facilities including an elevator having an estimated capacity of 4,500 tons and a flat warehouse holding approximately 3,000 tons of sacked grain, together with grain and bean cleaning machinery. In addition to the \$80,000 of notes authorized to be issued, applicant financed its construction costs with \$25,000 of cash on hand and \$25,000 borrowed from The Anglo California National Bank of San Francisco on an open note.

Applicant reports that there remains unpaid on the note in favor of The Anglo California National Bank of San Francisco the sum of \$20,500. It reports that it finds it necessary to borrow additional funds from said bank in order to construct an addition to the warehouse facilities described in this opinion, which will increase the size of the plant to a total capacity of 10,000 tons, at an estimated cost of \$70,000. Accordingly, it now proposes to execute a new deed of trust and to issue a note for \$90,000 to meet the estimated cost of construction and to pay the presently outstanding note. The sum to be thus borrowed will be payable in monthly installments of \$900.00, with interest at the rate of 5% per annum on deferred balances. A copy of the proposed note has been filed in this proceeding as Exhibit A, and a copy of the proposed deed of trust as Exhibit B.

O R D E R

The Commission having considered the above entitled application and 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 said note for \$90,000 is reasonably required by Sacramento River Warehouse Company for the purposes specified herein and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income,

IT IS HEREBY ORDERED as follows:

1. Sacramento River Warehouse Company, after the effective date hereof and on or before May 31, 1950, may issue a note in the principal amount of \$90,000 and may execute a deed of

trust to secure the payment of said note, which note and deed of trust shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit A and Exhibit B, respectively.

2. Applicant shall use the proceeds to be received through the issue of said note to pay the presently outstanding indebtedness in favor of The Anglo California National Bank of San Francisco and to finance the cost of additions to its plant.

3. Within thirty (30) days after the issue of the note herein authorized, applicant shall file with the Commission a copy of the note and of the deed of trust as actually executed. Thereafter, it shall file monthly reports showing in some detail the purposes for which it has expended the proceeds received through the issue of said note, such reports to be filed until all of the \$90,000 has been accounted for.

4. The authority herein granted will become effective when applicant has paid the fee prescribed by Section 57 of the Public Utilities Act.

Dated at San Francisco, California, this 7<sup>th</sup> day of February 1950.

J. J. [Signature]  
Justice J. [Signature]  
[Signature]  
Harold T. [Signature]  
[Signature]  
Commissioners

