

ORIGINAL

Decision No. 42753

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
 AUTO PARTS DELIVERY, INC.)
 for an order authorizing issue of)
 notes of indebtedness.)

Application
No. 30932O P I N I O N

Auto Parts Delivery, Inc. applicant herein, is a highway common carrier engaged in the transportation of automobile accessories, parts, materials, supplies, tools, gas and diesel engines and parts, in southern California. In this application it seeks authority to execute conditional sale contracts providing for deferred payments in the total amount of \$6,271.68, including interest at the rate of 6% per annum, for the purpose of financing the cost of equipment.

Applicant was organized on or about October 3, 1946, and began business on July 16, 1947. For 1948, its first full year of operations, it reported operating revenues of \$86,224.23, with net income of \$57.94 after deducting depreciation charges of \$5,150.08. For 1949 it reported operating revenues of \$79,416.35 with a net loss of \$2,620.15 after deducting depreciation charges of \$3,986.37. It reports its assets and liabilities as of December 31, 1949, as follows:

<u>Assets</u>		
Current assets-		
Cash and accounts receivable		\$ 1,893.21
Property and investments-		
Operating equipment	\$21,733.63	
Station equipment	1,713.04	
Furniture and fixtures	1,520.50	
Organization	<u>2,112.27</u>	
	27,079.44	
Less: depreciation reserve	<u>9,667.28</u>	
Net property and equipment		17,412.16
Prepaid and deferred items		<u>4,196.03</u>
		<u>\$23,501.40</u>

Total

<u>Liabilities</u>	
Current liabilities-	
Notes and accounts payable	\$ 6,859.68
Equipment obligations	8,169.05
Capital stock subscribed	8,866.88
Surplus	<u>(394.21)</u>
Total	<u>\$23,501.40</u>

Applicant reports that in the conduct of its business it now has found it necessary to acquire additional equipment and to execute two conditional sale contracts providing for the purchase for \$5,549.33 of a new White motor truck and for the purchase for \$2,081.54 of a new 1949 Chevrolet sedan. After making deductions for a trade-in allowance and a down payment and giving consideration to financing charges, there remain an unpaid balance of \$4,706.16 on the contract for the White truck and an unpaid balance of \$1,565.52 on the contract for the Chevrolet. These remaining balances, amounting to \$6,271.68, are payable in 24 monthly installments. A copy of each contract has been filed in this proceeding.

O R D E R

The Commission having considered the above entitled matter 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 conditional sale contracts is reasonably required by Auto Parts Delivery, Inc. 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,

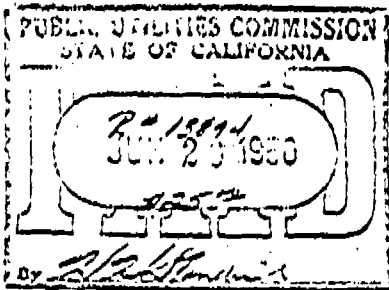
IT IS HEREBY ORDERED as follows:

1. Auto Parts Delivery, Inc., after the effective date hereof and on or before April 30, 1950, for the purpose of financing in part the cost of the equipment referred to in the preceding opinion, may execute two conditional sale contracts providing for deferred payments in the aggregate amount of \$6,271.68, said contracts to be in, or substantially in, the same form as those filed in this proceeding.

2. Applicant 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 applicant has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is \$25.00.

Dated at San Francisco, California, this 7th day of February 1950.



K. E. [Signature]
Justice J. [Signature]
[Signature]
Harold P. [Signature]
[Signature]
Commissioners