

Decision No. 42837

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
OREGON NEVADA CALIFORNIA FAST FREIGHT,
INC., a corporation, for an order
authorizing the execution of a
promissory note and deed of trust.

Application
No. 30961

O P I N I O N

Oregon Nevada California Fast Freight, Inc., applicant herein, is a California corporation engaged in business as a highway common carrier of property generally between San Francisco and points in Northern California, Oregon and Nevada. (1) In this application it requests authority to execute a deed of trust and to issue a note for \$40,000 to finance, in part, the purchase price of real property located in San Francisco.

By Decision No. 38801, dated March 29, 1946, the Commission authorized applicant to execute a deed of trust covering certain property located at 675 Brannan Street, San Francisco and to issue a note for \$145,000 for the purpose of constructing terminal facilities thereon. The principal amount of the note has been reduced to \$99,727.96.

Applicant now reports that it is desirable to acquire additional property to increase its terminal facilities. It has arranged to purchase, for \$50,000, a lot, 137½ feet by 112½ feet in dimensions, adjacent to its facilities at 675 Brannan Street,

(1) For the periods from January 1 to November 30 of 1948 and 1949, applicant reports revenues and expenses as follows:

	<u>1948</u>	<u>1949</u>
Operating revenues	\$2,528,443.27	\$2,488,669.24
Operating expenses	<u>2,178,870.71</u>	<u>2,229,343.79</u>
Net operating income before income tax	\$ 349,572.56	\$ 259,325.45

which lot it will use primarily to park its equipment. Payment will be made to the extent of \$10,000 with applicant's own funds and to the extent of \$40,000 with money to be borrowed from Anglo California National Bank at San Francisco.

The \$40,000 note will bear interest at the rate of 4½% per annum. The principal and interest will be payable in monthly installments of \$400 or more, on the first day of each and every month, beginning on March 1, 1950 and continuing until April 1, 1956 when the remaining balance becomes due and payable. The payment of the note will be secured by the deed of trust heretofore executed under authority granted by Decision No. 38801 dated March 29, 1946, and by a new deed of trust covering the property to be purchased.

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 a note for \$40,000 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,

IT IS HEREBY ORDERED as follows:

1. Oregon Nevada California Fast Freight, Inc., after the effective date hereof and on or before June 30, 1950, for the purpose of paying in part the cost of the real property referred to herein, may issue a note in the principal amount of \$40,000 and execute a deed of trust to secure the payment of the

same, 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 file with the Commission a report of the issue of the note 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 \$40.00.

Dated at San Francisco, California, this 20th day of February 1950.

R. E. Anderson
Justice J. Casper
Justice F. S. Hall
Harold A. Hill
Herbert H. Potter

Commissioners

