

ORIGINAL

Decision No. 44168

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of

FIALER'S LIMOUSINES, 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 the proceeds of said note for the purpose specified herein.

Application
No. 31330

O P I N I O N

Fialer's Limousines, Inc., applicant herein, is a corporation engaged in operating sedans, limousines and motor coaches between San Francisco, Oakland, and other points, for sight-seeing tours and for airline passengers and their baggage. In this application it seeks authority to execute a chattel mortgage and to issue a note in the principal amount of \$17,136.

Applicant reports that in order to meet increased requirements and to improve its service, it purchased from the Flxible Company, one new 1950 Flxible 23-passenger bus and from D. Moyer, one used 1947 Flxible 23-passenger bus at a total cost of \$21,475.38. Applicant further reports that it used working cash to pay for the equipment and that in order to replace its cash, in part, it desires to borrow \$17,136 from Bank of America National Trust and Savings Association, said sum to be represented by a note repayable in 72 equal, consecutive monthly installments, with interest at the rate of 4% per annum. The payment of the note will be secured by a chattel mortgage covering the two buses.

Applicant's financial statements on file with the Commission show its operating revenues at \$494,112 during 1947, at \$436,219 during 1948 and at \$503,452 during 1949. They show net income, after all charges, at \$34,560 during 1947, at \$24,320 during 1948 and at \$32,263 during 1949. For the first three months of 1950, applicant reports operating revenues of \$106,777 and net income at \$1,597. At the close of March, 1950, it reports cash and other current assets in the total amount of \$30,581, with current liabilities, including equipment obligations due within one year, in the total amount of \$65,829.

A review of the application and of the financial statements indicates that applicant has need for the funds to be obtained through the issue of its note to replenish its treasury and to improve its current position.

O R D E R

The Commission having considered this matter and being of the opinion that a public hearing thereon is not necessary, that the request of applicant should be granted, as herein provided, that the money, property or labor to be procured or paid for through the issue of said note is reasonably required 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. Fialer's Limousines, Inc., after the effective date hereof and on or before June 30, 1950, may issue its promissory

note in the principal amount of \$17,136, and may execute a chattel mortgage to secure the payment of said note, for the purpose of reimbursing its treasury and improving and maintaining its service, such note and chattel mortgage to be in, or substantially in, the same form as the note and the chattel mortgage filed in this proceeding as Exhibit C and Exhibit D, respectively.

2. Fialer's Limousines, Inc. shall file with the Commission a report, or reports, of the issue of the note herein authorized as required by the Commission's 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 twenty-five (\$25.00) dollars.

Dated at San Francisco, California, this 16th day of May, 1950.

R. E. Duntzman
Justice J. C. ...
George S. ...
Harold P. ...
Kenneth W. ...
Commissioners

