

Decision No. 44175

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of STERLING TRANSIT COMPANY, INC.
for authorization to purchase
equipment and issue notes.

Application
No. 31313

ORIGINAL

O R D E R

Sterling Transit Company, Inc., a corporation, is engaged in business as a highway common carrier between San Francisco, Los Angeles and San Diego. (1)

Applicant reports that in order to replace used and heavy equipment, it has arranged to acquire four new 1950 model Fruehauf semi-trailers and two new 1950 model Fruehauf dollies at an aggregate cost of approximately \$22,005. A trade-in allowance of approximately \$5,000 will be given applicant, leaving a balance of \$17,005 which will be payable under the terms of a conditional sale contract in 54 monthly installments of \$360 each, including interest at the rate of 4½% per annum. A copy of the proposed form of conditional sale contract is on file in this proceeding.

The Commission has considered this application and is of the opinion that there is no need for a hearing thereon, that the money, property or labor to be procured or paid for through the execution of said conditional sale contract is reasonably required by applicant for the purpose specified herein, which

(1) For the year 1949, applicant reports its operating revenue at \$538,823 and its net income at \$8,330.

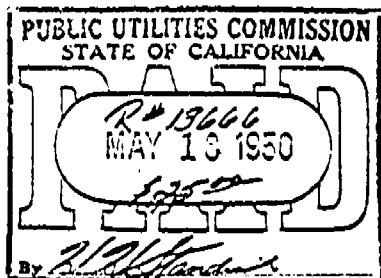
purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income, and that this application should be granted; therefore,

IT IS HEREBY ORDERED that Sterling Transit Company, Inc. may execute, after the effective date hereof and on or before August 1, 1950, a conditional sale contract in, or substantially in, the form of the contract filed in this proceeding, providing for deferred payments of approximately \$17,005, plus interest, to finance in part the cost of four 1950 model Fruehauf semi-trailers and two 1950 model Fruehauf dollies.

IT IS HEREBY FURTHER ORDERED that the authority herein granted will become effective when Sterling Transit Company, Inc. has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is twenty-five (\$25.00) dollars.

IT IS HEREBY FURTHER ORDERED that within thirty (30) days after the execution of said conditional sale contract, Sterling Transit Company, Inc. shall file with the Commission a true and correct copy thereof as executed under the authority herein granted.

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



Handwritten signatures of R. Z. [unclear], Justice J. Crocker, August [unclear], Harold P. [unclear], and Kenneth [unclear] Commissioners.