

ORIGINAL

Decision No. 41193

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)	
of EASTERN CITIES TRANSIT, INC.,	:	
a California corporation, for)	Application
authority to execute a Promissory	:	No. 31382
Note to build garage facilities.)	
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OPINION AND ORDER

Eastern Cities Transit, Inc., applicant herein, is a corporation engaged in operating motor coaches for the transportation of passengers in the East Los Angeles-Montebello-Whittier area of Los Angeles County. In this application, it seeks authority to issue a promissory note in the principal amount of \$8,300 and to execute a deed of trust to secure the payment of it.

Applicant at present rents certain garage facilities from the City of Whittier under an agreement presently calling for a monthly rental of \$100, increasing to \$150 on July 1, 1950, and to \$200 on January 1, 1951. Applicant reports that it desires to own its own garage facilities and that accordingly it proposes to erect, at an estimated cost of \$8,300, a garage building on certain real property located at 4534 Floral Drive, East Los Angeles, which it now owns.

The application shows that at this time applicant does not have the necessary cash funds to construct the proposed facilities, and that therefore it proposes to borrow, from Bank of America National Trust and Savings Association, the sum of \$8,300 to be represented by a note payable in monthly installments of \$156.64,

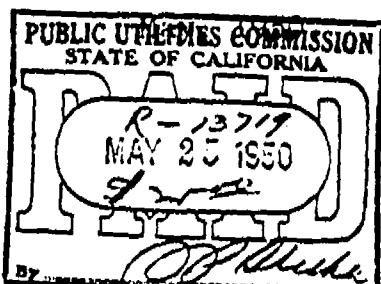
with interest at the rate of 5% per annum on the monthly decreasing balance of the principal sum.

The Commission has considered this matter and is 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 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; therefore,

IT IS HEREBY ORDERED as follows:

1. Eastern Cities Transit, Inc., after the effective date hereof and on or before August 31, 1950, may issue a promissory note in the principal amount of \$8,300, and execute a deed of trust to secure the payment of the same, for the purpose of financing the cost of constructing garage facilities as outlined in this application, which note and deed of trust shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit C.
2. Applicant shall file with the Commission a report, or reports, 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 twenty-five (\$25.00) dollars.

Dated at San Francisco, California, this 23rd day of



R. Z. [Signature]
James P. [Signature]
[Signature]
[Signature]

By [Signature] Kenneth Potter
 Commissioner, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioners