

ORIGINAL

Decision No. 44593

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
TEDDY'S TAXI CORPORATION to mortgage	:	Application
motor vehicles and other chattels.)	No. 31621
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O P I N I O N

In this application, Teddy's Taxi Corporation has applied to the Commission for authority to execute a mortgage and to issue a note in the principal amount of \$69,785.36.

Applicant is a California corporation engaged in operating a general taxicab business in the City of Sacramento and, in addition, in operating a passenger stage line between Sacramento and the municipal airport, under a certificate of public convenience and necessity granted by the Commission. It also holds permits to operate as a radial highway common carrier and a city carrier.

In financial statements filed with the Commission, applicant reports that its public utility operations constitute but a small part of its total operations. For the year 1949 it reported revenues from its public utility operations in the aggregate amount of \$27,157.08, and from other operations in the aggregate amount of \$255,686.03. It reported a net loss from its utility operations of \$1,527.20, and from its entire operations of \$33,989.33.

In Exhibit C attached to the application, applicant's assets and liabilities, pertaining to its entire business, as of June 30, 1950, are reported as follows:

Assets

Current assets	\$ 4,340.27
Property and equipment-less depreciation reserve of \$69,575.37	149,410.85
Organization expense	608.46
Other investments	1,200.00
Deferred expenses	<u>315.00</u>
Total	<u>\$155,874.58</u>

Liabilities

Deed of trust	\$ 50,946.45
Notes payable	57,330.38
Accounts payable	23,749.98
Other liabilities	95,013.65
Capital stock	60,000.00
Surplus	<u>(131,165.88)</u>
Total	<u>\$155,874.58</u>

In Exhibit A, applicant reports that its equipment includes 30 cabs and 27 buses, together with radio receiver and transmitter equipment including antennae, transmission lines and controls. Applicant reports that it has incurred indebtedness in the acquisition of its property and equipment as indicated on the preceding balance sheet, a substantial portion of which is past due, and that it desires to refinance a portion of such indebtedness and to provide for the cost of new equipment said to be necessary in conducting its operations. To this end it has made arrangements to issue to Miller Automobile Company its note in the principal amount of \$69,785.36, payable in 24 equal consecutive monthly installments of \$2,300, 7 equal consecutive monthly installments thereafter of \$2,000, and a final installment of \$585.36. The note will be secured by a mortgage of motor vehicles and other chattels.

It appears that applicant will have need for the moneys to be obtained through the issue of the proposed note.

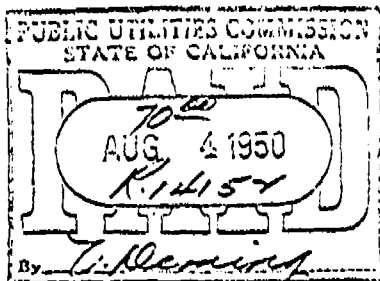
O R D E R

The Commission having considered the above entitled application 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 the note herein authorized is reasonably required by applicant for the purposes specified herein, and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Teddy's Taxi Corporation, after the effective date hereof and on or before October 31, 1950, may issue a note in the principal amount of not exceeding \$69,785.36 and may execute a mortgage for the purposes indicated in this application, which note and mortgage 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, 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 fee prescribed by Section 57 of the Public Utilities Act, which fee is seventy (\$70.00) dollars.

Dated at Los Angeles, California, this 1st day of August, 1950.



Frederic J. Coleman
Walter P. Hule
Frederic J. Coleman
 Commissioners