

Decision No. 44852

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
J. A. CLARK DRAYING COMPANY, LTD.,	:	
a corporation, for an order author-)	Application
izing execution of evidences of	:	No. 31775
indebtedness.)	
-----	:	

OPINION AND ORDER

J. A. Clark Draying Company, Ltd., applicant herein, is a California corporation engaged in business as a public utility warehouseman in San Francisco and Los Angeles and as a highway common carrier of freight generally between San Pedro Harbor and Los Angeles and San Pedro Harbor and Torrance.⁽¹⁾ In this application, it seeks authorization to execute two conditional sale contracts for the purchase of equipment, one providing for deferred payments of \$7,226.58 and the other for deferred payments of \$24,748.46.

Applicant's 1949 annual report to the Commission shows that it had on hand at the close of the year, 99 trucks, 48 tractors, 88 semi-trailers and 12 full trailers. It now reports that it is necessary to increase and improve its fleet of motor vehicles and that it has made arrangements to purchase from White Motor Company one new tractor for a total price of \$7,452, and from Fruehauf Trailer Company two 29-foot tandem-axle semi-trailers, four 21-foot single-axle semi-trailers and two dollies for a total price of \$24,748.46.

In acquiring the new tractor the company has made a down payment of \$745.20 on the purchase price, leaving a balance unpaid

⁽¹⁾ For the six months ended June 30, 1950, applicant reports warehouse revenues of \$60,545.76 and carrier revenues of \$495,449.65, a total of \$555,995.41, with net profits of \$7,038.51.

of \$6,706.80. Financing charges of \$519.78 bring the total balance due the vendor up to \$7,226.58, which balance, according to the form of the proposed conditional sale contract, will be payable in 30 monthly installments commencing October 5, 1950.

To finance the cost of the equipment to be acquired from Fruehauf Trailer Company, applicant proposes to execute a conditional sale contract in the full amount of the purchase price of \$24,748.46, such amount to be paid in 24 monthly installments plus interest on deferred balances at the rate of 4% per annum.

A copy of the proposed conditional sale contract with White Motor Company has been filed in this proceeding as Exhibit B, and a copy of the proposed contract with Fruehauf Trailer Company as Exhibit C.

The Commission has considered the request of the company contained in this application, 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 execution of the conditional sale contracts herein authorized 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:

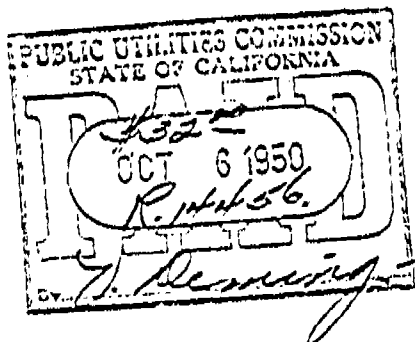
1. J. A. Clark Draying Company, Ltd., after the effective date hereof and on or before December 31, 1950, may execute a conditional sale contract in substantially the same form as that filed in this proceeding as Exhibit B providing for deferred payments in the total amount of \$7,226.58, and may execute a conditional sale

contract in substantially the same form as that filed in this proceeding as Exhibit C providing for deferred payments of \$24,748.46 plus interest on deferred balances, for the purpose of financing the cost of the equipment to which reference is made in this proceeding.

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 thirty-two (\$32.00) dollars.

Dated at San Francisco, California, this 31st day of October, 1950.



A. Z. Anderson
Justin J. Coe
Earl F. Howell
Harold A. Kule
Frederick L. Potter
Commissioners