

ORIGINAL

Decision No. 44972

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
WALTER J. JOHNSON and ROSE A. JOHNSON	:	
co-partners doing business as)	Application
JOHNSON TRUCK LINES for authority to	:	No. 31849
execute conditional sales contracts.)	
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OPINION AND ORDER

Walter J. Johnson and Rose A. Johnson, doing business under the firm name and style of Johnson Truck Lines, are engaged in the operation of a highway common carrier service between the San Francisco Bay area and Yuba City, Marysville, Chico and Oroville. (1) In this application, they report that they have arranged to purchase two Diamond T diesel tractors for the sum of \$27,511.84, including sales tax, and two Reliance trailers for the sum of \$7,034.72, including sales tax, to replace old equipment which has become inefficient and which will be retired, and they seek permission to execute two conditional sales contracts, one providing for deferred payments of \$22,865.84 to finance in part the purchase price of the tractors, and the other for deferred payments of \$6,034.72 to finance in part the purchase price of the trailers.

The proposed contracts provide for payment of the deferred balances in 36 monthly installments with interest at the rate of 6%.

(1)

Applicants report their revenues at \$679,207 in 1948 and at \$672,937 in 1949, with net income of \$1,265 in 1948 and a loss of \$3,795 in 1949, after making allowances of approximately \$33,000 for depreciation in each year.

At the close of 1949 they report their net investment at \$63,430 in operative property including 39 trucks, 15 tractors, 14 semi-trailers and 15 full trailers.

per annum. A copy of each of the contracts has been filed in this proceeding.

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 execution of the conditional sales contracts herein authorized is reasonably required by applicants 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,

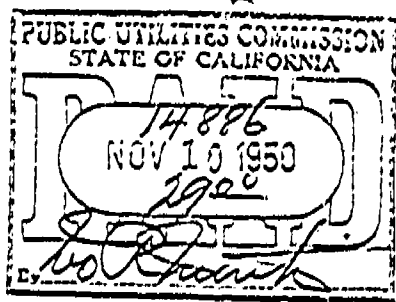
IT IS HEREBY ORDERED as follows:

1. Walter J. Johnson and Rose A. Johnson, after the effective date hereof and on or before December 31, 1950, may execute a conditional sale contract providing for deferred payments of not exceeding \$22,865.84, and a conditional sale contract providing for deferred payments of not exceeding \$6,034.72, for the purpose of financing in part the cost of new equipment, which conditional sales contracts shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit A.

2. Within thirty (30) days after execution of said contracts, applicants shall file with the Commission a copy of each as actually executed.

3. The authority herein granted will become effective when applicants have paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is twenty-nine (\$29.00) dollars.

Dated at San Francisco, California, this 8th day of
November, 1950.



A. Z. Zimmerman
Justus F. Craven
David L. ...
Harold D. Hule
Penelope Patten
Commissioners