

Decision No. 45601

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SAN JOSE CITY LINES, INC.

for an order authorizing Applicant to
issue its promissory note; to place
a lien of chattel mortgage on certain
of the Applicant's properties to secure
repayment of said note for the purpose
specified herein.

Application
No. 32279

ORIGINAL

OPINION AND ORDER

In this application San Jose City Lines, Inc. reports that in order to meet requirements for service it has purchased from GMC Truck and Coach Division of General Motors Corporation four new GMC transit type diesel hydraulic 36-passenger motor coaches for a total cost of \$66,495.80 excluding tires, F.O.B. Pontiac, Michigan; that it proposes to make a down payment of approximately 17% of the cost from its current funds; and that it desires authority to issue a note for \$55,104 to finance the remainder of the purchase price, said note to be payable to The National City Bank of New York and to mature in 96 equal consecutive monthly installments, plus interest at the rate of 3-1/4% per annum, the payment to be secured by a chattel mortgage covering the four units of equipment.

The Commission has considered this matter and is of the opinion 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 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. San Jose City Lines, Inc., after the effective date hereof, may issue a promissory note in the principal amount of \$55,104 and may execute a chattel mortgage to secure the payment of the same for the purpose of financing in part the cost of four units of equipment. The promissory note and chattel mortgage shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit D and Exhibit E, respectively.

2. San Jose City Lines, Inc. shall file with the Commission monthly 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 San Jose City Lines, Inc. has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is fifty-six (\$56.00) dollars.

Dated at San Francisco, California, this 24th day of April, 1951.

R. J. [Signature]
Justice J. Caswell
Harold P. Hula
[Signature]
John L. Mitchell
 Commissioners

