

Decision No. 45693

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the  
MITCHELL SILLIMAN COMPANY  
To issue its Trust Deed and Mortgage of  
Chattels in the principal sum of \$25,000.

Application  
No. 32379

OPINION AND ORDER

Mitchell Silliman Company, a California corporation, engaged in the public utility warehouse business in the Salinas Valley, asks permission to execute a deed of trust and a mortgage of chattels and to issue a promissory note in the principal amount of \$25,000 payable over a period of 10 years with interest at the rate of 6% per annum for the purpose of paying outstanding short term bank loans.

Applicant reports that in 1950 it acquired the warehouse building and equipment of Southern Pacific Milling Company at Gonzales at an aggregate cost of \$32,500 and that it financed the acquisition through use of funds obtained on short term bank loans. The balance now due on these short term bank loans is \$25,000 and the company desires that the amount be refinanced through the issue of a new long term note in favor of Monterey County Trust and Savings Bank.

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 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:

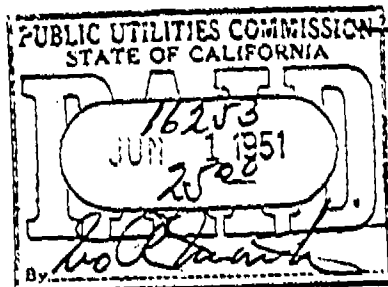
1. Mitchell Silliman Company, after the effective date hereof and on or before September 30, 1951, may execute a deed of trust and a mortgage of chattels in, or substantially in, the same form as those filed in this proceeding and may issue a promissory note in the principal amount of \$25,000 payable over a period of 10 years with interest at the rate of 6% per annum for the purpose of paying presently outstanding short term bank loans.

2. Applicant shall file with the Commission a copy of the note, deed of trust and mortgage of chattels executed under the authority herein granted within thirty days after the date thereof.

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 \$25.00.

Dated at San Francisco, California, this 15<sup>th</sup> day of May, 1951.

R. T. [Signature]  
Justice F. Calver  
Harold A. Kula  
[Signature]



Commissioners