

Decision No. 45696

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of	)	
COAST LINE TRUCK SERVICE, INC., a	:	
corporation, for an order authoriz-	)	Application
ing execution of evidence of indebted-	:	No. 32360
ness and encumbrance of public	)	
utility property.	:	
-----	)	

OPINION AND ORDER

In this application Coast Line Truck Service, Inc., a corporation engaged in transporting property by motor vehicles generally between Los Angeles and San Francisco, has applied to the Commission for authority to execute a deed of trust and to issue a note in the principal amount of \$35,000 for the purpose of paying indebtedness and of reimbursing its treasury on account of expenditures made to improve its existing facilities.

By Decision No. 42249, dated November 23, 1948, in Application No. 29815, the Commission authorized applicant to issue its promissory note in the principal amount of \$25,000 and to execute, as security for the payment of said note, a deed of trust on its real property used as a terminal in Los Angeles. The principal amount of this note has now been reduced to \$20,654. Applicant reports that during the last twelve months it has made substantial additional improvements to its docking facilities in Los Angeles at a cost of approximately \$10,000. Its balance sheet as of February 28, 1951, indicates that other property improvements have been financed through the use of working capital.

Applicant now desires to pay off the existing indebtedness and to replenish its treasury. To accomplish these objectives it proposes to issue a promissory note in the principal amount of \$35,000 and to execute a new deed of trust on its real property used as a terminal in Los Angeles to secure the payment thereof. The \$35,000 will be used to pay the balance of \$20,654 now outstanding on the note issued pursuant to the authority granted by Decision No. 42249 and to reimburse its treasury because of expenditures made for capital improvements. The money thus borrowed will be represented by a note drawn in favor of Federal Engineering Corporation, bearing interest at the rate of  $3\frac{1}{2}\%$  per annum and payable in equal monthly installments of \$346.15, including interest on deferred balances, over a period of ten years. A copy of the note and of the deed of trust which applicant proposes to execute is attached to the application as Exhibit B.

The Commission has considered applicant's request 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 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:

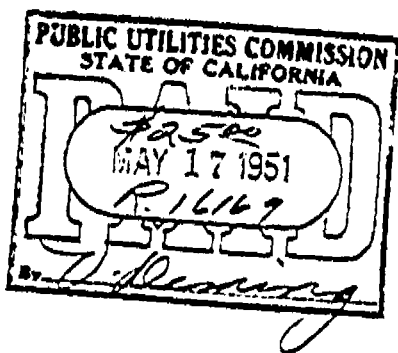
1. Coast Line Truck Service, Inc., after the effective date hereof and on or before September 30, 1951, may execute a deed of trust and issue a note in the principal amount of \$35,000, said deed of trust and said note to be in, or substantially in, the same form as those filed in this proceeding as Exhibit B, and use the proceeds to pay the outstanding balance on the note issued under

authority granted by Decision No. 42249 and to reimburse its treasury for moneys expended for property improvements, as referred to herein.

2. Within thirty (30) days after the issue of the note and execution and delivery of the deed of trust, Coast Line Truck Service, Inc. shall file with the Commission a copy of the note and a copy of the deed of trust as executed.

3. The authority herein granted will become effective when Coast Line Truck Service, Inc. has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is twenty-five (\$25.00) dollars.

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



D. J. [Signature]  
Justus F. Calver  
Harold T. Kide  
John L. McMill

Commissioners