

ORIGINAL

Decision No. 45849

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of ALBERT MEYER and SELMA MEYER,)
doing business as M & H WAREHOUSE)
AND RICE DRYERS, for an order)
authorizing the mortgage of real)
and personal property of applicant)
under Section 51 and Section 52 of)
the Public Utilities Act.)
-----)

Application
No. 32512

OPINION AND ORDER

This is an application for an order authorizing Albert Meyer and Selma Meyer to execute a mortgage of chattels and of real property and to issue a note in the principal amount of \$60,500, for the purpose of paying indebtedness and of financing the cost of warehouse facilities.

The application shows that Albert Meyer and Selma Meyer, his wife, as individuals and as partners doing business under the name of M. & H. Warehouse & Rice Dryers, are engaged primarily in the business of drying, cleaning and storing rice in Yuba City, with facilities permitting the storage of 40,000 sacks. They have filed with the Commission a tariff, effective July 1, 1950, naming rates for storage as public utility warehousemen.

It now appears that in order to meet increased demands for space and for bulk storage they have made arrangements to construct twenty-two bins which will permit storage of an amount of grain equivalent to 30,000 sacks. The estimated cost of the additional facilities is \$70,000, including \$45,400 for the

building, \$10,000 for the drier and \$14,600 for other machinery and equipment.

Applicants presently have outstanding a note in favor of Bank of America National Trust and Savings Association in the principal amount of approximately \$11,000. They desire at this time to borrow \$60,500 from Reconstruction Finance Corporation and to use the proceeds to discharge the present indebtedness and to finance, in part, the estimated expenditures. The sum to be thus borrowed will be represented by a note payable in six annual installments with interest at the rate of 5% per annum. The payment of the note will be secured by a mortgage of chattels and of real property.

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 the note herein authorized is reasonably required by applicants 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,

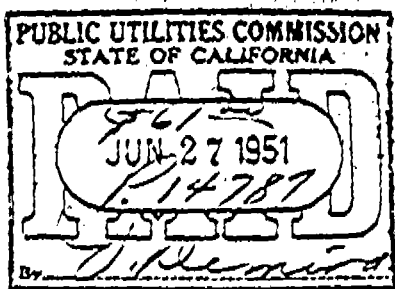
IT IS HEREBY ORDERED as follows:

1. Albert Meyer and Selma Meyer, after the effective date hereof and on or before September 30, 1951, may execute and deliver a mortgage of chattels and of real property in, or substantially in, the same form as that filed in this proceeding, and may issue a note in the principal amount of not exceeding \$60,500 for the purposes set forth herein.

2. Within thirty (30) days after the issue of said note, applicants shall file with the Commission a statement showing the date of said note and the principal amount thereof.

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 sixty-one (\$61.00) dollars.

Dated at San Francisco, California, this 26th day of June, 1951.



Q. Z. [Signature]
JUSTUS F. [Signature]
Harold D. [Signature]
[Signature]
[Signature]
Commissioners