

ORIGINAL

Decision No. 45891

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
 of ACME TRANSPORTATION, INC. for)
 authority to execute conditional)
 sales contracts.)
 -----)

Application
 No. 32509

O P I N I O N

Acme Transportation, Inc., applicant herein, is a California corporation engaged in business as a highway common carrier of petroleum and petroleum products in California and as an interstate carrier between points in California and points in Oregon. In this application it reports that it has need for additional equipment and that it desires, and asks authorization, to execute three conditional sales contracts to Bank of America National Trust and Savings Association providing for deferred payments in the aggregate amount of \$43,845.38 to finance the cost.

The equipment to be acquired, the purchase prices and the amount of each of the proposed contracts are as follows:

Item	Units	Total Price	Cash Down Payment	Condition- al Sales Contract Total
#1	2 Beall insulated truck tanks and 2 Beall insulated trailers. }	\$16,660.50	\$ 4,165.12	\$12,495.38
#2	4 Beall trailers 4 Beall truck tanks }	28,800.00	7,200.00	21,600.00
#3	1 Alum. Beall trailer 1 Alum. Beall tank truck }	13,000.00	3,250.00	9,750.00
Totals		<u>\$58,460.50</u>	<u>\$14,615.12</u>	<u>\$43,845.38</u>

Each of the contracts will be payable in thirty-six monthly installments with interest at the rate of 6% per annum.

Applicant has submitted financial statements showing its revenues and expenses and its assets and liabilities. For the year 1950, it reported operating revenues of \$914,506 and net income of \$43,648, and for the first two months of 1951, operating revenues of \$142,225 and net income of \$12,290. Its balance sheet, as of February 28, 1951, is as follows:

Assets

Current assets -		
Cash and deposits	\$ 10,794.37	
Notes and accounts receivable	36,150.05	
Materials and supplies	<u>27,871.81</u>	
Total current assets		\$ 74,816.23
Tangible property -		
Carrier operating property	551,611.26	
Less-reserve for depreciation	<u>208,091.00</u>	
Total tangible property		343,520.26
Intangible property		19,276.47
Prepayments		<u>42,184.72</u>
	Total	<u>\$479,797.68</u>

Liabilities

Current liabilities	\$117,579.96
Equipment obligations	213,527.57
Reserves	2,058.69
Capital and surplus	<u>146,631.46</u>
	Total <u>\$479,797.68</u>

It appears that the execution of the contracts is required by applicant to enable it to obtain the equipment. Accordingly, an order will be entered granting its request.

O R D E R

The Commission having considered the above entitled matter, and being 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 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. Acme Transportation, Inc., after the effective date hereof and on or before September 30, 1951, may execute three conditional sales contracts in, or substantially in, the same form as those heretofore filed by it with the Commission, providing for deferred payments of not exceeding \$43,845.38 for the purpose of paying in part for the equipment referred to herein.

2. Applicant shall file with the Commission a copy of each conditional sale contract executed under the authority herein granted, such filing to be made within thirty (30) 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 forty-four (\$44.00) dollars.

Dated at San Francisco, California, this 29th day of

August 1951.

Alfred J. Dwyer
Harold A. Hule
Robert M. L. Vile
17-110
Commissioners

