

ORIGINAL

Decision No. 45893

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)	
of RALPH E. BISNETT, an individual,	:	
doing business as BISNETT BROS.,)	Application
for authority to execute a prom-	:	No. 32490
issory note and mortgage of chattels.)	
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OPINION AND ORDER

This is an application by Ralph E. Bisnett for authority to execute a mortgage of chattels and to issue a note in the principal amount of \$40,250 for the purposes indicated herein.

Applicant is a highway common carrier of property between the San Francisco Bay area and the Monterey area, operating under a certificate of public convenience and necessity granted him by Decision No. 44518, dated July 11, 1950. He reports that as of December 31, 1950, he had invested \$51,380.16 in trucks, equipment, furniture and fixtures, less allowance for depreciation, and \$6,929.06 in current assets, making a total of \$58,309.22, and that he had financed his costs with borrowed moneys aggregating \$28,552.05 and with his own funds. In this proceeding he reports that he now desires to borrow from Bank of America National Trust and Savings Association additional sums of money in order to refinance certain of the existing obligations, to pay for new equipment, and to obtain a small amount of additional working capital, as follows:

To pay the balance owing the Bank of America on a contract covering the major portion of the present equipment	\$ 8,686.00
To pay balance owing Bank of America on purchase of Reo truck	315.00
To pay balance owing Bank of America for a Fruehauf trailer recently purchased	900.00
To pay the balance owing to R. J. Bisnett, formerly a partner in the business, for the remaining balance owing to him by reason of his sale of his partnership interest to applicant	7,000.00
To pay for three new 1951 Trailmobile trailers and converter gear	17,228.27
To provide additional working capital	<u>870.72</u>
Total	<u>\$35,000.00</u>

In borrowing these additional sums, applicant reports that he has made arrangements to issue a note in the total amount of \$40,250, of which \$5,250 will be discounted as prepayment of interest, leaving \$35,000 in cash available for the purposes set forth herein. A copy of the note and a copy of the mortgage of chattels have been filed in this proceeding.

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, except as otherwise authorized, are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

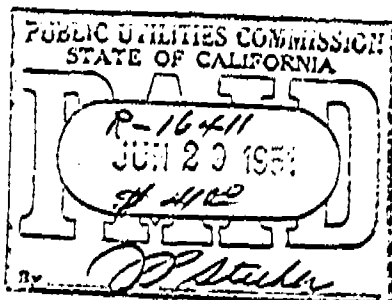
IT IS HEREBY ORDERED as follows:

1. Ralph E. Bisnett, after the effective date hereof and on or before September 30, 1951, may issue a note in the total amount of \$40,250 for the purposes indicated herein, and may execute a mortgage of chattels to secure the payment of the same, which note and mortgage of chattels shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit A and Exhibit B, respectively.

2. Applicant 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 applicant has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is forty-one (\$41.00) dollars.

Dated at San Francisco, California, this 29th day of June, 1951.



A. J. Anderson
Harold P. Kuls
John E. McCall

Commissioners