

Decision No. 45946**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
 SUNSET STAGES, a corporation, for
 permission to execute deed of trust.

Application
 No. 32519

O P I N I O N

This is an application for an order authorizing Sunset Stages, a corporation, to issue a promissory note in the principal amount of \$22,500 and to execute a deed of trust to secure the payment of said note, for the purpose of paying or refunding outstanding indebtedness.

Applicant is engaged in business as a common carrier for the transportation of passengers within and between the cities of Redondo Beach, Hermosa Beach, Manhattan Beach, Lawndale, Hawthorne, Inglewood and Los Angeles International Airport, in the County of Los Angeles, State of California.

For the year ended December 31, 1950, applicant reports its operating revenues at \$237,900.79, its net operating revenue at \$1,386.65, and net loss to surplus after interest and other income deductions at \$3,251.76. The investment in assets and the liabilities of applicant corporation as of December 31, 1950, are reported as follows:

<u>Assets</u>		
Cash		\$(1,993.98)
Material and supplies		9,982.47
Carrier operating property	\$210,741.58	
Less: Reserve for depreciation	<u>125,411.11</u>	85,330.47
Intangible property		650.00
Prepayments		<u>3,252.00</u>
Total Assets		<u>\$97,220.96</u>

<u>Liabilities</u>	
Notes payable	\$25,500.00
Accounts payable	27,693.84
Other current liabilities	1,492.83
Common capital stock	62,184.00
Unearned surplus	3,145.37
Earned surplus	<u>(22,795.08)</u>
 Total Liabilities	 <u>\$97,220.96</u>

Applicant reports that in 1949 it purchased, at a cost of \$12,500, real property located in the community of Lawndale, County of Los Angeles, as a site for a machine shop, motor coach barn and offices. This purchase of real property was financed by applicant through the issue of a short term note in favor of D.B. Maurice and Florence A. Maurice, husband and wife, as joint tenants. Applicant also advises that between February 1, 1949 and May 1, 1949, additional busses and other equipment were purchased at a cost of \$10,000. These purchases of equipment were also financed through the use of funds procured through the issue of a short term note in favor of D.B. Maurice and Florence A. Maurice.

Applicant now desires to execute and deliver to D.B. Maurice and Florence A. Maurice a promissory note in the principal amount of \$22,500, in order to refinance the short term notes heretofore issued. The note which applicant proposes to issue shall be payable in installments of not less than \$150.00 per month which shall include principal and interest on the deferred balances at the rate of 5% per annum. To secure payment of its promissory note, applicant proposes to execute a deed of trust on its real property situated in Lawndale, said deed of trust to be in, or substantially in, the same form as that on file in this proceeding.

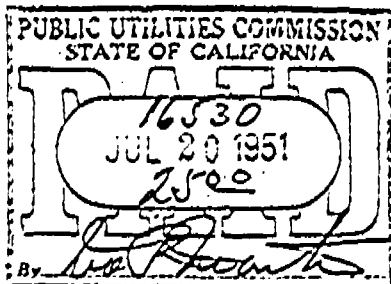
O R D E R

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 issue of a note herein authorized is reasonably required by applicant for the purpose stated 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. Sunset Stages, a corporation, after the effective date hereof and on or before December 31, 1951, may execute a deed of trust and issue a note in the principal amount of not exceeding \$22,500, for the purpose of refunding outstanding indebtedness. The deed of trust to be in, or substantially in, the same form as that on file in this proceeding.
2. Applicant shall file with this Commission, within thirty days after the date thereof, a copy of the promissory note and a copy of the deed of trust as actually executed.
3. The authority herein granted will become effective when applicant has paid the minimum fee prescribed by Section 57 of the Public Utilities Act, which fee is \$25.00.

Dated at San Francisco, California, this 17th day of July, 1951.



[Signature]
[Signature]
[Signature]
[Signature]
 Commissioners