

Decision No. 46070**ORIGINAL**

## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )  
 of STERLING TRANSIT COMPANY, INC. :  
 for Authorization to purchase new )  
 Equipment and to execute a :  
 Conditional Sales Contract. )  
 ----- :  
 ----- :

Application  
 No. 32630

OPINION AND ORDER

Sterling Transit Company, Inc., applicant herein, is a California corporation engaged in business as a highway common carrier of property between San Francisco, Los Angeles and San Diego.<sup>(1)</sup> In this application it asks permission to execute a conditional sales contract in the principal amount of \$39,950.27 in order to finance, in part, the cost of additional equipment.

Applicant reports that it has need for additional equipment to perform its transportation service, and that it desires to purchase 12 new International pickup trucks at a total cost of \$41,990.78. It will make a cash down payment of \$1,223.03 and will receive an additional credit of \$4,200 for the trade-in of eight pieces of automotive equipment, leaving \$36,567.75 as the unpaid balance. The conditional sales contract which applicant proposes to execute provides for deferred payments over 36 months with interest on the declining balance at the rate of 6% per annum, which interest will total \$3,382.52. The unpaid balance of \$36,567.75, together with the \$3,382.52 of interest, a total of \$39,950.27, is the amount to be financed. The \$39,950.27 is to be paid at the rate of one installment of \$1,100.27 and 35 monthly installments of \$1,110. A copy of the proposed form of conditional sales contract is attached

(1)

In financial statements filed with the Commission applicant reports, for 1949, operating revenues of \$538,823 and net income of \$8,330, and for 1950, operating revenues of \$645,636 and net income of \$17,971.

to the application in this proceeding.

The Commission has considered this application and is of the opinion that a public hearing thereon is not necessary; that the application should be granted, as herein provided; and that the money, property or labor to be procured or paid for through the execution of the conditional sales contract herein authorized is reasonably required by applicant for the purpose specified herein; therefore,

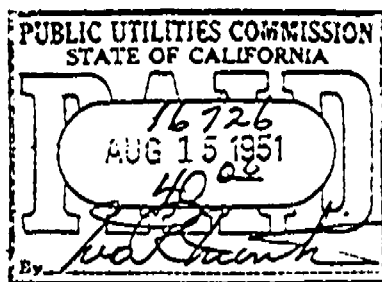
IT IS HEREBY ORDERED as follows:

1. Sterling Transit Company, Inc., after the effective date hereof and on or before December 31, 1951, may execute a conditional sales contract in the principal amount of not exceeding \$39,950.27 for the purpose indicated in this application, which conditional sales contract shall be in, or substantially in, the same form as that filed in this proceeding.

2. Sterling Transit Company, Inc. shall file with the Commission a copy of the conditional sales contract executed under the authority herein granted, within thirty (30) days after the date thereof.

3. The authority herein granted will become effective when Sterling Transit Company, Inc. has paid the fee prescribed by Section 57 of the Public Utilities Act, which fee is forty (\$40.00) dollars.

Dated at San Francisco, California, this 14<sup>th</sup> day of August, 1951.



*[Handwritten signatures of three commissioners]*  
Commissioners