

ORIGINAL

Decision No. 46235

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
FRESNO CITY LINES, INC. a corporation, )  
for authority to issue its promissory )  
note in the principal sum of \$64,000, )  
and to secure the payment thereof by a )  
chattel mortgage on certain equipment, )  
and to use the proceeds thereof for )  
specified purposes. )  
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Application  
No. 32753

OPINION AND ORDER

Fresno City Lines, Inc., applicant herein, is a corporation engaged in the operation of motor vehicles for the transportation of passengers in and about the City of Fresno. In this proceeding, it reports that in order to improve its service and to replace obsolete buses it has ordered from General Motors Corporation four new 45-passenger transit type diesel hydraulic motor coaches at a total purchase price of \$80,000, including state and federal taxes and freight charges, and that it desires authority to issue to Bank of America National Trust and Savings Association a note in the amount of \$64,000 to provide part of the purchase price.

The proposed note will be payable in seventy-two equal consecutive monthly installments, plus interest at the rate of 4% per annum, and will be secured by a chattel mortgage covering the four new motor coaches. A copy of the note has been filed in this proceeding as Exhibit A and a copy of the chattel mortgage as Exhibit B.

The Commission has considered this matter and is of the opinion that a public hearing thereon is not necessary; that Fresno City Lines, Inc. should be authorized to execute a chattel mortgage and to issue a note, as herein provided; that the money, property or labor to be procured or paid for through the issue of said note 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. Fresno City Lines, Inc., after the effective date hereof and on or before December 31, 1951, for the purpose of financing in part the cost of four new motor coaches, may issue a note in the principal amount of \$64,000 and may execute a chattel mortgage to secure the payment of the same, which note and chattel mortgage shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit A and Exhibit B, respectively.

2. The authority herein granted will become effective when applicant has paid the fee prescribed by Section 1904 of the Public Utilities Code, which fee is sixty-four (\$64.00) dollars.

3. Applicant shall file with the Commission a report, or reports, of the issue of the note herein authorized and the disposition of the proceeds as required by the Commission's General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

Dated at San Francisco, California, this 2<sup>nd</sup> day of October, 1951.

A. J. Inman  
 President

Justice J. Coe  
Harold H. Hild  
John E. Hild

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 Commissioners
