

ORIGINAL

Decision No. 46886

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
INTER-URBAN EXPRESS CORPORATION, a)
corporation, for an order authoriz-)
ing the issuance of promissory note)
and encumbrance of public utility)
property.)
-----)

Application
No. 33218

OPINION AND ORDER

This is an application for an order authorizing Inter-Urban Express Corporation to execute a deed of trust and to issue a note in the principal amount of \$25,000 for the purpose of paying indebtedness and of financing the cost of real property.

Applicant is engaged in business as a highway common carrier of property between points and places in the counties of San Francisco, Alameda and Contra Costa. Its financial report to the Commission for the year 1951 shows operating revenues of \$621,781 and net income transferred to surplus of \$10,965. The report shows net investment in tangible property at the close of the year of \$106,630 and current assets of \$36,633, with current liabilities of \$39,024. Applicant reports that it had outstanding notes of \$14,166 at the close of the year and that since that date it has executed a short-term note for approximately \$5,000.

The application shows that applicant desires to extend its terminal facilities in the City of Oakland and that it has arranged to purchase 5,000 square feet of property adjoining its present site for approximately \$6,250. The application further shows that applicant has arranged to borrow from American Trust Company the

sum of \$25,000 to meet the purchase price and to liquidate the present note indebtedness which now aggregates approximately \$18,000.

The sum to be borrowed will be represented by a note payable in monthly installments of \$325 over a period of seven years, with interest at the rate of 5% per annum. The payment of the note will be secured by a deed of trust covering the property to be purchased.

The Commission has considered this matter 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 are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Inter-Urban Express Corporation, after the effective date hereof and on or before July 31, 1952, may issue a note in the principal amount of not exceeding \$25,000 for the purposes of paying outstanding indebtedness and of financing the cost of real property, and may execute a deed of trust, which note and deed of trust shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit A and Exhibit B, respectively. Any proceeds not needed for the purposes indicated shall be used for working capital.

2. Inter-Urban Express Corporation 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 Inter-Urban Express Corporation has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is twenty-five (\$25.00) dollars.

Dated at San Francisco, California, this 25th day of March, 1952.

A. J. [Signature]
President

Justice F. [Signature]
Harold [Signature]
John E. [Signature]

Commissioners

