

**ORIGINAL**

Decision No. 47489

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of CHARLES A. PEARSON, doing business as ANAHEIM TRUCK & TRANSFER CO. for an order authorizing the issuance of a promissory note and deed of trust securing said note.

Application No. 33542

OPINION AND ORDER

Charles A. Pearson, doing business as Anaheim Truck & Transfer Co., applicant herein, is engaged in business as a highway common carrier between Los Angeles and Artesia, and as a permitted carrier in certain areas in Southern California.<sup>(1)</sup>

In this application applicant reports that he is indebted to Bank of America National Trust and Savings Association under short term loans, and that he is desirous of refinancing \$50,000 of the short term borrowings and of acquiring additional working capital. To accomplish this objective applicant proposes to issue a promissory note to Bank of America National Trust and Savings Association in the principal amount of \$65,000, payable in installments of \$1,000 per month including interest on the unpaid balance at the rate of 5% per annum. As security for said note applicant proposes to execute a deed of trust on the real property owned by him and used as his principal place of business and terminal. A copy of

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(1) For the 5 months ended May 31, 1952, applicant reports operating revenues of \$277,050.20 with a net operating profit of \$30,143.41 after deducting \$12,546.41 for depreciation.

the note which applicant proposes to issue is attached to the application as Exhibit A, and a copy of the deed of trust is attached to the application as Exhibit B.

Applicant advises that the short term notes to be retired represent indebtedness incurred in part to provide funds for improvements to his terminal property and in part for working capital, and that the retirement of these short term notes will improve his financial condition. Applicant also advises that additional working capital is required to enable him to meet current obligations for operating expenses and purchases of supplies without the necessity of short term borrowings.

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 by the issue of the promissory 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. Charles A. Pearson, doing business as Anaheim Truck & Transfer Co., after the effective date hereof and on or before December 31, 1952, may execute a deed of trust and may issue a promissory note in the principal amount of not exceeding \$65,000 in, or substantially in, the same form as those attached to the application as Exhibits B and A, respectively, for the purpose of refinancing outstanding short term obligations and of providing working capital.

2. Within 30 days after the execution of such deed of trust and promissory note, applicant shall file copies thereof with the Commission.

3. 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 \$65.00.

Dated at San Francisco, California, this 22<sup>nd</sup> day of July, 1952.

R. J. [Signature] President  
Justice J. [Signature]  
Harold A. Kule  
Kenneth L. Patten  
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 Commissioners

