

ORIGINAL

Decision No. 48141

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
JOE MACHADO doing business as	:	
MACHADO TRUCKING COMPANY)	Application
for authority to execute promissory	:	No. 33975
note and mortgage of chattels.)	
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OPINION AND ORDER

In this proceeding Joe Machado, doing business as Machado Trucking Company, has requested authorization to issue an installment note and mortgage of chattels in the amount of \$125,820 in order to refinance outstanding indebtedness.

For many years applicant was engaged in the transportation of property under permits granted by the Commission. In 1952, however, he received from the Commission a certificate of public convenience and necessity authorizing him to operate as a highway common carrier for (a) the transportation of general commodities except uncrated household goods, livestock, liquid petroleum products in bulk, explosives, articles of unusual value, fresh fruits and vegetables, and commodities requiring refrigeration, between San Francisco territory and Los Angeles territory serving the intermediate points of Bakersfield and Fresno, and (b) the transportation of canned goods only between Richmond and Gilroy and between each of such points, on the one hand, and the Los Angeles territory, on the other hand, all as more fully defined in the Commission's decision. (Decision No. 46643, dated January 8, 1952, in Application No. 31045.)

Applicant now reports that prior to the time he commenced operation as a highway common carrier he borrowed certain sums from Bank of America National Trust and Savings Association in order to expand his fleet of equipment and that, in evidence of such borrowings, he issued his two promissory notes secured by chattel mortgages. The application shows that the unpaid balances on the two notes amount to \$119,665 and that such balances are payable in monthly installments aggregating \$4,684.70.

It appears that applicant has made arrangements to borrow an additional sum from Bank of America National Trust and Savings Association so as to refinance these unpaid balances and to reduce the required monthly outlay of funds. The sum to be thus borrowed is \$125,820, which includes prepaid interest, the total amount to be represented by a note payable over a period of 36 months in monthly installments of \$3,495.

The Commission has considered this matter and is of the opinion that a public hearing 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 note herein authorized is reasonably required by applicant for the purpose specified herein; and that the expenditures for such purpose, except for the payment of interest, are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Joe Machado, doing business as Machado Trucking Company, on and after the effective date hereof and on or before March 31, 1953, may issue an installment note and mortgage of chattels in the principal amount of \$125,820 for the purpose indicated herein.

2. Joe Machado 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 Joe Machado has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is one hundred twenty-six (\$126.00) dollars.

Dated at San Francisco, California, this 13th day of January, 1953.

A. J. ...
President

Harold Kula

Kenneth ...
John E. ...

Commissioners

