

Decision No. 48496

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
N. J. RADUNICH and BEN F. HAWES,	:	
partners doing business as RED LINE)	Application
CARRIERS for authority to execute a	:	No. 34222
note and deed of trust.)	
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O P I N I O N

N. J. Radunich and Ben F. Hawes, partners doing business as Red Line Carriers, applicants herein, are engaged in business as highway common carriers of general commodities from retail stores to customers between San Jose and San Francisco and the bay cities on the north and between San Jose and Carmel and Hollister on the south. In this application they seek authorization to execute a deed of trust and to issue to The Anglo California National Bank of San Francisco a promissory note in the principal amount of \$28,000, payable in monthly installments of \$400 with interest at the rate of 5% per annum.

Applicants report that presently they are indebted to the bank in the principal amount of \$10,812.72 and that they have need for additional sums for the purpose of remodeling, extending and improving their present terminal by increasing the dock space, paving the terminal area and constructing a warehouse, these improvements being reported necessary in the performance of their operations. The application indicates that they have made arrangements to increase their present loan to \$28,000 to take care of the proposed improvements.

Applicants' latest annual report on file with the Commission shows that during 1952 they had operating revenues of \$254,674.10 and net income of \$15,005.46, before making provision for income taxes. Their financial statement shows their net investment in properties at the close of 1952 at \$84,566.61 and in current assets at \$30,961.05, a total investment of \$115,527.66. The statement shows that applicants have financed their investment with current liabilities of \$14,790.08, long-term obligations of \$25,098.54, and partnership capital of \$75,639.04.

A review of this proceeding and of applicants' financial statement indicates that they will have need for the proposed borrowing to meet their capital requirements and that accordingly an order is warranted granting their request.

O R D E R

The Commission having considered the above entitled matter, and being 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 applicants 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. N. J. Radunich and Ben F. Hawes, partners doing business as Red Line Carriers, on and after the effective date hereof and on or before September 30, 1953, may issue a note in the

principal amount of \$28,000 for the purpose of refinancing outstanding indebtedness and of providing the cost of improvements to their facilities 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 1.

2. Applicants 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 applicants have paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$28.00.

Dated at San Francisco, California, this 21st day of April, 1953.

R. J. [Signature]
President

Justus F. Caswell
Harold Kula
Benjamin Potter
Richard E. Mitchell
Commissioners

