

ORIGINAL

Decision No. 48600

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of ACME TRANSPORTATION, INC. for :
authority to execute a promissory)
note and chattel mortgage. :
-----)

Application
No. 34315

OPINION AND ORDER

Acme Transportation, Inc., applicant herein, is a California corporation engaged in business as a highway common carrier of petroleum and petroleum products in California, and as an interstate carrier between points in California and points in Oregon. In this application it requests authority to execute a promissory note and a chattel mortgage in the principal amount of \$47,162.50 in order to refinance outstanding indebtedness.

Applicant reports that on April 24, 1952, it purchased new equipment under a conditional sale contract in the total amount of \$21,000 and on January 1, 1953, it purchased additional new equipment under a conditional sale contract in the total amount of \$47,250. Monthly installments on the two conditional sale contracts total \$5,687.50 and as of February 28, 1953, the outstanding unpaid balance was \$42,875.

In order to reduce the amount of the monthly installment, applicant proposes to refinance the outstanding balance through the execution of a promissory note secured by a chattel mortgage in the principal amount of \$47,162.50. The \$47,162.50 includes \$4,287.50 of interest computed at the rate of 5% per annum on the \$42,875 principal sum, and is to be repaid in 23 monthly installments of \$1,965 and a final payment of \$1,967.50. The equipment to be mortgaged consists of 14 trucks and 5 trailers, as listed in Exhibit B attached to the application.

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. Acme Transportation, Inc., on or before September 30, 1953, may execute a promissory note and chattel mortgage in the principal amount of not to exceed \$47,162.50, in substantially the same form as the note and chattel mortgage filed in this proceeding, for the purpose of refinancing outstanding indebtedness.
2. Applicant 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 applicant has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$48.00.

Dated at San Francisco, California, this 19th day of May, 1953.

A. J. [Signature]
President

Justin J. [Signature]
James P. [Signature]

Frederick [Signature]
Ed L. [Signature]
Commissioners

