

ORIGINAL

Decision No. 49138

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application)	
of PENINSULA MOTOR EXPRESS, a	:	Application
corporation for authority to)	No. 34739
execute a note and chattel mortgage.	:	
-----)	

OPINION AND ORDER

This is an application for an order of the Commission authorizing Peninsula Motor Express to issue a note in the principal amount of \$11,000 for the purpose of providing additional working capital.

Applicant is a California corporation engaged in business as a highway common carrier of property between San Francisco and Palo Alto. Its financial reports to the Commission show that the volume of its business has been increasing rapidly. For the year 1950 it reported operating revenues of \$173,255, for 1951, \$281,921, for 1952, \$358,200 and for the first six months of 1953, \$222,530. Its balance sheet of June 30, 1953, shows current assets of \$16,406 and current liabilities of \$70,324. Heretofore the Commission, by Decision No. 44831, dated September 26, 1950, in Application No. 31764, authorized applicant to issue a \$50,000 note for the purpose of increasing its working capital and of providing the cost of additional equipment.

The note presently proposed to be issued to increase applicant's working capital will be in favor of Pacific National

Bank of San Francisco. It will be secured by a mortgage of chattels and will be payable over a period of two and one-half years, with interest at the rate of 4% per annum. The note and chattel mortgage will be in substantially the same form as those heretofore filed in Application No. 31764 and approved by the Commission by its Decision No. 44831.

The Commission has considered the present request and is of the opinion that a public hearing in the matter 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 such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Peninsula Motor Express may issue a note in the principal amount of \$11,000, payable on or before two and one-half years after date of issue with interest at the rate of not exceeding 4% per annum, for the purpose of providing working capital, and may execute a mortgage of chattels to secure its payment, which note and mortgage of chattels shall be in, or substantially in, the same form as those heretofore filed with the Commission in Application No. 31764.

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 minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$25.00.

Dated at San Francisco, California, this 29th day of September, 1953.

R. F. [Signature]
President

Justin J. [Signature]
[Signature]
[Signature]

Commissioners

