

ORIGINAL

Decision No. 49784

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
BATTEATE LIVESTOCK TRANSPORTATION CO.,	:	Application
for authority to execute a deed of)	No. 35209
trust and promissory note.	:	(and Amendment)
-----)	

O P I N I O N

In this application Batteate Livestock Transportation Co., a corporation engaged in business as a highway common carrier of livestock between numerous points in California, seeks authorization to execute a deed of trust and to issue a promissory note in the principal amount of \$25,000 for the purpose of paying outstanding indebtedness.

Heretofore, under authorization granted by Decision No. 46736, dated February 13, 1952, as amended, in Application No. 33097, applicant executed a deed of trust and issued a promissory note in the amount of \$15,000. It now reports that the unpaid balance on the \$15,000 note is \$5,031.26 and that it desires to refinance the same and increase its loan to \$25,000 in order to liquidate presently outstanding accounts payable. The proposed borrowing will be represented by a note payable in monthly installments of \$500, with interest at the rate of 5½% per annum. The payment of the note will be secured by a deed of trust.

In Exhibit F applicant submits a statement of its assets and liabilities, as of December 31, 1953. A summary of the statement is as follows.

Assets

Current assets -		
Cash and deposits	\$20,289.84	
Accounts receivable	57,776.41	
Materials and supplies	<u>28,049.28</u>	
Total current assets		\$106,115.53
Tangible assets-less depreciation reserve		178,410.75
Other investments		5,185.00
Deferred assets		<u>11,911.27</u>
	Total	<u>\$301,622.55</u>

Liabilities

Current liabilities -		
Accounts payable	\$72,208.01	
Taxes	<u>9,031.15</u>	
Total current liabilities		\$ 81,239.16
Long-term obligations		94,521.26
Capital and surplus		<u>125,862.13</u>
	Total	<u>\$301,622.55</u>

From a review of the application it clearly appears that applicant will have need for the funds to be obtained through the issue of the proposed note to meet its current obligations and to improve its financial position. Accordingly, an order will be entered granting applicant's 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 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. Batteate Livestock Transportation Co., after the effective date hereof and on or before July 31, 1954, may execute a deed of trust in substantially the same form as the deed of trust filed in Application No. 33097, and may issue its promissory note in the principal amount of not exceeding \$25,000 for the purposes set forth in this proceeding.

2. Applicant shall file with the Commission a report, or 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 \$25.00.

Dated at San Francisco, California, this 16th day of March, 1954.

R. J. [Signature]
 President

Justin J. [Signature]

[Signature]

[Signature]

[Signature]
 Commissioners

