

ORIGINAL

Decision No. 49929

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)	
of SIGNAL TRUCKING SERVICE, LTD.,	:	Application
a corporation, for authority to)	No. 35320
execute evidence of indebtedness.	:	
-----)	

OPINION AND ORDER

In this application Signal Trucking Service, Ltd. seeks authorization to issue a promissory note in the principal amount of \$50,000 for the purpose of paying outstanding current obligations.

Applicant is a highway common carrier engaged primarily in the transportation of general commodities between Los Angeles and the Los Angeles harbor area. It reports that ordinarily it incurs a substantial amount of open account indebtedness during the early months of the year and that on February 7, 1954, it issued a short-term note to Bank of America National Trust and Savings Association in the amount of \$50,000 for working capital. It asserts that the obligation will become due during this month and that it does not have sufficient cash on hand to meet its payments. Accordingly, it has made arrangements with the bank to extend the time for payment over a period of 24 months, the obligation to be represented by a note payable in monthly installments of approximately \$2,100, with interest at the rate of 5½% per annum.

The Commission has considered the proposal of the company to issue its new note for \$50,000 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 such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

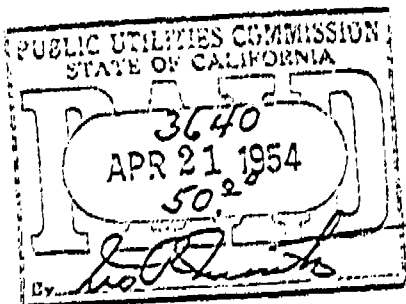
IT IS HEREBY ORDERED as follows:

1. Signal Trucking Service, Ltd., on and after the effective date hereof and on or before August 31, 1954, may issue its promissory note in the principal amount of \$50,000, in, or substantially in, the same form as the note filed in this proceeding as Exhibit B, for the purpose of repaying an outstanding short-term note of like amount.

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 \$50.00.

Dated at San Francisco, California, this 20th day of April, 1954.



[Signature]
President
[Signature]
[Signature]
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Commissioners