

Decision No. 50145

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
SAN MIGUEL FLOURING MILL CO. )  
for authorization to execute evidence )  
of indebtedness. )  
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Application  
No. 35480

OPINION AND ORDER

In this application the Commission is requested to issue its order authorizing San Miguel Flouring Mill Co. to issue a promissory note and to execute a deed of trust.

Applicant is a corporation engaged in business as a grain warehouseman in San Miguel. It reports that it desires to construct additional bins and a new elevator to handle bulk grain in its Warehouse No. 1. To finance in part the cost of constructing the new facilities applicant proposes to issue its promissory note in the principal amount of \$7,000 to Bank of America National Trust and Savings Association. The note is to be repaid in monthly installments of \$116 over a period of approximately six years. The monthly payments will apply to both principal and interest, the interest being computed at the rate of 6% per annum on the deferred balance. The payment of the note is to be secured by the execution of a deed of trust on certain of applicant's real property. Copies of the note and of the deed of trust which applicant proposes to issue are attached to the application as Exhibit B and Exhibit C, respectively.

The copy of the note attached to the application indicates it was issued on May 21, 1954. In this connection applicant is placed on notice that such a note, executed prior to the effective date of this order, is void and that a new document will have to be executed after the effective date of this order.

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 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. San Miguel Flouring Mill Co., on and after the effective date hereof and on or before December 31, 1954, may issue its promissory note in the principal amount of not exceeding \$7,000 for the purpose set forth in this application, and may execute a deed of trust to secure its payment, such note and deed of trust to be in, or substantially in, the same form as those filed in this proceeding as Exhibit B and Exhibit C, respectively.

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

Dated at San Francisco, California, this 18th day of June, 1954.

*Robert L. Mitchell*  
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President

*Russell Potter*  
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*Gene Higgins*  
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Commissioners

