

ORIGINAL

Decision No. 50584

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of)
CARL B. YOUNGMARK, doing business)
under the fictitious name and style)
of COUNTY LINE WAREHOUSE, for an)
order authorizing him to borrow)
money and execute notes and deeds)
of trust on his properties to secure)
same.)
-----)

Application
No. 35783

OPINION AND ORDER

Carl B. Youngmark, doing business as County Line Warehouse, has filed this application for authorization to execute deeds of trust and to issue notes in the principal amount of \$70,500.22 to refinance existing indebtedness.

Applicant is engaged in the public utility warehouse business in Dunnigan, Yolo County. In Exhibit A attached to the application he reports his net investment in land and depreciable property in the total amount of \$172,801 and in current and deferred assets at \$18,719, a total of \$191,520, which he has financed from the following sources:

Current liabilities	\$ 84,701
Long-term liabilities	76,000
Proprietor's capital	<u>30,819</u>
Total	<u>\$191,520</u>

Included in the outstanding liabilities are two notes, one in the principal amount of \$28,300 in favor of Elmer A. Johnson, maturing December 30, 1954, and one in the principal amount of \$42,200.22 in favor of George E. Youngmark, also maturing on December 30, 1954, the moneys received from said loans having been used

for the purchase of land and facilities. It appears that applicant now desires to refinance these two notes and has made arrangements to replace them with new ones, each payable in 20 annual installments with interest at the rate of 3% per annum, each secured by a deed of trust.

A review of the application shows that applicant for the year ended May 31, 1954, had gross revenues of \$70,569 and net profit of \$11,661 before provision for income taxes but after interest. The refinancing here proposed will not increase applicant's fixed charges but will improve his financial position by transferring \$70,500.22 from his current obligations to long-term obligations.

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 notes 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. Carl B. Youngmark, doing business as County Line Warehouse, may execute deeds of trust on or before January 31, 1955, in, or substantially in, the same form as those filed in this proceeding, and may issue two promissory notes, one in the principal amount of not exceeding \$28,300 and one in the principal amount of not exceeding \$42,200.22, for the purpose set forth in this application.

2. Carl B. Youngmark, doing business as County Line Warehouse, 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 \$71.00.

Dated at San Francisco, California, this 28th day of September, 1954.

John E. [Signature]
President

Justice J. Calver
Keneth [Signature]

George [Signature]

Ray [Signature]
Commissioners

