

ORIGINAL

Decision No. 51485

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

| | | |
|---|---|-------------|
| In the Matter of the Application of |) | |
| ALBERT C. MONIZ and LUELLE CORCORAN, D.B.A. | = | Application |
| COAST LINE DRAYAGE COMPANY, a Partnership, |) | No. 36935 |
| for Authority to Issue Promissory Note and | = | |
| Execute Chattel Mortgage. |) | |
| ----- | = | |

OPINION AND ORDER

This is an application for an order authorizing Albert C. Moniz and Luella Corcoran, partners doing business as Coast Line Drayage Company, to execute a deed of trust, mortgage of chattels and promissory note in the total amount of \$22,400.

Applicants are engaged as highway common carriers of general commodities, with certain exceptions, between points in the San Francisco-East Bay cartage zone. In financial statements attached to the application they report that they have invested \$30,354 in land, buildings and equipment up to the close of November, 1954, net after depreciation, and \$21,634 in current assets, and that they have financed themselves in part with long-term borrowings in the principal amount of \$14,250 as of that date. They now propose to refinance their long-term debt, since reduced to \$10,538, and to increase their total borrowings to \$22,400, to be represented by a new note, in order to bring additional funds into their treasury to provide for the maintenance of presently owned equipment and the purchase of additional equipment considered necessary in the proper conduct of their operations.

The new note will be issued to American Trust Company and will be payable in 35 equal monthly installments of \$625 each and

one installment of \$525, with interest at the rate of 4% per annum.

A review of applicants' financial statements shows that for the 12 months ended November 30, 1954, they had gross revenues of \$119,060 and net profit of \$19,845, before making provision of \$10,757 for depreciation. They report a favorable current relationship, having current assets of \$21,634 and current liabilities of \$15,657. Their financial statements show a substantial investment by the partners, the total being reported at \$31,608.

From a review of the application it appears that the assets and earnings should be ample to support the proposed borrowing and that an order accordingly should be entered. It is our 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 applicants for the purposes specified herein, and that such purposes, except as otherwise authorized, are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS HEREBY ORDERED as follows:

1. Albert C. Moniz and Luella Corcoran may execute a deed of trust, a mortgage of chattels and a promissory note in the total amount of \$22,400 for the purposes set forth in this application, such documents to be executed on or before September 30, 1955, and to be in, or substantially in, the same form as those filed in this proceeding.

2. Albert C. Moniz and Luella Corcoran 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 applicants have paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$25.

Dated at San Francisco, California, this 24th day of May, 1955.

[Signature]
President

[Signature]
[Signature]
[Signature]

Commissioners

