

Decision No. 54169

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
SACRAMENTO FREIGHT LINES, INC.,)	
a corporation, for authority to)	Application No. 38569
execute a mortgage of chattels and)	
promissory note.)	
-----)	

OPINION AND ORDER

This is an application for an order authorizing Sacramento Freight Lines, Inc., to execute a mortgage of chattels and to issue a note in the principal amount of \$110,000 for the purpose of adding to its working capital.

Applicant has made arrangements to issue a \$110,000 note to Bank of America National Trust and Savings Association, payable in 35 monthly installments of \$3,055.55 and one final payment of \$3,055.75, with interest at the rate of 6 $\frac{1}{2}$ % per annum on deferred balances. The note will be secured by a mortgage of chattels covering certain automotive equipment.

The company's balance sheet at September 30, 1956, shows current assets of \$159,254.29 and current liabilities of \$230,755.11. Applicant reports that the addition of the \$110,000 to its cash position will enable it to discharge its current obligations in a more current manner, and will contribute to more efficient and economical operations.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, and that the money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required for the purpose specified herein; therefore,

IT IS HEREBY ORDERED as follows:

1. Sacramento Freight Lines, Inc., on and after the effective date hereof and on or before February 28, 1957, may issue an installment note in the principal amount of not exceeding \$110,000 and may execute a mortgage of chattels, for the purpose set forth in this application, said installment note and mortgage of chattels shall be in, or substantially in the same form as that filed in this proceeding as Exhibit D, with monthly installments and maximum interest as set forth in this decision.

2. Sacramento Freight Lines, Inc. shall file 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 \$110.

Dated at Los Angeles, California, this 4th day of DECEMBER, 1956.

W. E. Mitchell
 President

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W. ...

H. ...

E. ...
 Commissioners

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