

ORIGINAL

Decision No. 54400

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of THE RIVER LINES, INC., a
corporation, for authority to
issue note and to execute deed
of trust.

Application No. 38697

OPINION AND ORDER

The River Lines, Inc., a corporation, has filed this application for authorization to execute a deed of trust and to issue a note to Crocker-Anglo National Bank in the principal amount of \$60,000, payable at the rate of \$637 per month, with interest at the rate of 5% per annum.

Applicant owns shipyard facilities in West Sacramento, Yolo County, where it performs maintenance and repair service on its barges and has, on occasion, constructed tugs. It reports that it has become necessary for it to expand its shipyard and it has made arrangements to acquire adjacent real estate which will permit it to build and repair larger units of equipment and to handle more of its own shipyard work, with an anticipated savings in maintenance and repair expense, and at the same time will make it possible for it to lease property to industrial concerns for use for unloading and loading purposes.

According to information furnished the Commission, the cost of the additional property which applicant has arranged to purchase is \$53,500, of which \$37,670 will be financed with borrowed

monies and the balance from applicant's own funds. Applicant intends to apply \$37,670 of the monies to be obtained from the Crocker-Anglo National Bank to make the payment on the purchase price and to use the remaining \$22,330 to liquidate a mortgage loan now standing against its present shipyard property.

The Commission has considered this matter and is of the opinion that a public hearing is not necessary, 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 purposes specified herein, and 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. The River Lines, Inc., a corporation, on and after the effective date hereof and on or before June 30, 1957, may execute a deed of trust in, or substantially in, the same form as that filed in this proceeding as Exhibit C and may issue a note in the principal amount of \$60,000 in, or substantially in, the same form as that filed in this proceeding as Exhibit B for the purposes set forth in this application.

2. The River Lines, Inc., shall file with the Commission a monthly 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 The River Lines, Inc., has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$38.

Dated at San Francisco, California, this 22nd day of January, 1957.

President
Roy L. ...

...

R. Hardy

Commissioners

PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
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