

**ORIGINAL**

Decision No. 54602

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
JACK L. ANDERSON AND HAZEL ANDERSON,  
a co-partnership, doing business as  
ANDERSON CARTAGE AND WAREHOUSE COMPANY,  
to issue evidences of indebtedness and  
encumber property.

Application No. 38818

OPINION AND ORDER

Jack L. Anderson and Hazel Anderson, copartners doing business as Anderson Cartage and Warehouse Company, have filed this application for authorization to execute a deed of trust and to issue a promissory note in the principal amount of \$15,000.

Applicants are engaged in operating a public warehouse in Stockton for the storage of property and in conducting transportation operations for the movement of general commodities, as local draymen and as highway carriers. They report, and their financial statements so indicate, that their volume of business has been increasing rapidly with a resultant increase in accounts receivable and that, although their business has been operated at a profit, their ordinary working capital has been tied up in receivables with cash operating funds being reduced to a minimum. In Exhibit C, they report as of September 30, 1956, cash on hand of \$13.32 and accounts receivable of \$15,203.41, a total of \$15,216.73 as compared with current liabilities of \$9,478.65 and a real estate installment loan of \$7,300.08.

It appears that applicants have entered upon negotiations to borrow money in order to improve their cash position and that they have made arrangements to obtain \$15,000 from the American Trust Company to liquidate existing indebtedness of about \$5,000 and to augment their working funds by the amount of about \$10,000. The borrowing will be represented by a promissory note payable in equal monthly installments of \$300, commencing April 1, 1957, with interest at the rate of 6% per annum on unpaid balances.

The Commission has considered this application 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 applicants for the purposes specified herein, and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Jack L. Anderson and Hazel Anderson, doing business as Anderson Cartage and Warehouse Company, may execute a deed of trust and may issue a note in the principal amount of \$15,000 for the purposes set forth in this application, such deed of trust and note to be in, or substantially in, the same form as those filed in this proceeding.

2. Jack L. Anderson and Hazel Anderson, doing business as Anderson Cartage and Warehouse Company, 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 Jack L. Anderson and Hazel Anderson, doing business as Anderson Cartage and Warehouse Company, 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 5th day of March, 1957.

Peter E. Mitchell President  
Raymond L. Sorenson  
William H. Doolan  
R. H. Harty  
C. Lynn Fox Commissioners

PUBLIC UTILITIES COMMISSION  
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 BY Ed. Bunch