

Decision No. 55588

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application  
of STERLING TRANSIT COMPANY, INC.,  
a corporation, for an order author-  
izing the issuance of a promissory  
note and deed of trust.

Application No. 39403

OPINION AND ORDER

Sterling Transit Company, Inc., has filed this applica-  
tion for authorization to execute a deed of trust and to issue a  
note in the principal amount of \$26,500.

Applicant is a highway common carrier of general com-  
modities, with certain exceptions, between San Francisco, Los  
Angeles and San Diego, and between San Francisco and Los  
Angeles, on the one hand, and Fresno and Bakersfield, on the  
other hand.<sup>1/</sup> It reports that it does not have sufficient  
space and facilities at its present terminal located at 853  
South Maple Avenue, Montebello, California, and that it has  
made arrangements to purchase adjoining property consisting  
of approximately 2,000 square feet of land, together with  
improvements thereon. The agreed purchase price is \$31,500,  
of which \$5,000 is payable in cash and \$26,500 will be represented  
by a note payable in monthly installments of \$200 including  
interest at the rate of 6 per cent per annum.

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<sup>1/</sup> For the six months ended June 30, 1957, applicant reports  
revenues of \$1,004,410 and net profit of \$71,458 after  
making provision for depreciation and taxes on income.

The Commission has given consideration to 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 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, and that the application should be granted; therefore,

IT IS HEREBY ORDERED as follows:

1. Sterling Transit Company, Inc., may issue a note in the principal amount of not exceeding \$26,500 for the purpose of financing, in part, the cost of real property and improvements and may execute a deed of trust to secure its payment, which note and deed of trust shall be in, or substantially in, the same form as those filed in this proceeding as Exhibit A and Exhibit B, respectively.

2. Sterling Transit Company, Inc., 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 Sterling Transit Company, Inc., has paid the fee prescribed

by Section 1904(b) of the Public Utilities Code, which fee is \$27.

Dated at Los Angeles, California, this 24<sup>th</sup> day of SEPTEMBER, 1957.

John E. Mitchell  
President  
Ray L. Lintner  
Paul J. [unclear]  
R. [unclear]  
E. [unclear]  
Commissioners

