

ORIGINAL

Decision No. 56422

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of  
SOUTHERN CALIFORNIA FREIGHT LINES,  
a corporation, BOYLE & SON, a  
corporation, COAST LINE TRUCK  
SERVICE, INC., a corporation,  
and SOUTHERN CALIFORNIA FREIGHT  
FORWARDERS, a corporation,

and

In the Matter of the Application of  
SOUTHERN CALIFORNIA FREIGHT LINES,  
LTD., a corporation, CARROLL J.  
ROUSH, TRANSPORT EQUIPMENT CO.,  
INC., a corporation, and CALIFORNIA  
TERMINAL COMPANY, a corporation, for  
authorization to execute mortgages  
and for exemption orders.

Application No. 39472  
(Second Supplemental  
Application)

SUPPLEMENTAL OPINION AND ORDER

In a supplemental application filed in this proceeding on March 10, 1958, the Commission is asked to enter an order authorizing Coast Line Truck Service, Inc., to issue promissory notes in the aggregate principal amount of \$17,475.63 for the purpose of refinancing existing indebtedness.

Coast Line Truck Service, Inc., is a wholly owned subsidiary of Southern California Freight Lines, Ltd. In Decision No. 55741, dated October 28, 1957, as amended by Decision No. 55872, dated November 22, 1957, reference is made to the acquisition by Carroll J. Roush of the outstanding stock of Southern California Freight Lines, Ltd., under the terms of a

contract dated as of September 10, 1957. The decisions show that Coast Line Truck Service, Inc., and the other subsidiaries of Southern California Freight Lines, Ltd., had been operating at substantial losses and that as part of said contract certain creditors had agreed to extend the time for payment of current obligations due them by any or all of the subsidiaries and the holding company and to accept promissory notes. The notes to be issued pursuant to this arrangement will be payable in 60 equal monthly installments with interest at the rate of six per cent per annum. A list of the creditors to whom Coast Line Truck Service, Inc., now desires to issue its notes is as follows:

California Trucking Associations	\$ 1,442.00
Motor Truck Distributors Co.	215.83
Transport Indemnity Company	14,142.99
Union Ice Company	<u>1,674.81</u>
Total	<u>\$17,475.63</u>

The Commission has given consideration to this supplemental 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 notes herein authorized is reasonably required by Coast Line Truck Service, Inc., for the purpose specified herein, and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Coast Line Truck Service, Inc., may issue its promissory notes on or before July 31, 1958, in the aggregate principal amount of not exceeding \$17,475.63, such notes to be in the form and to be issued for the purpose set forth herein.

2. Coast Line Truck Service, 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 Coast Line Truck Service, Inc., has paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$25.

Dated at San Francisco, California, this 1st day of APRIL, 1958.

[Signature]  
President  
[Signature]  
[Signature]  
[Signature]

Commissioners

