

ORIGINAL

Decision No. 56504

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of ALVIN CHANLEY and GLENN CHANLEY,
copartners doing business as
CHANLEY BROS. TRUCKING CO. to
issue evidence of indebtedness
and encumber property

Application No. 39924

OPINION AND ORDER

This is an application for an order of the Commission authorizing Alvin Chanley and Glenn Chanley to issue a note in the principal amount of \$20,000 and to execute a deed of trust and a mortgage of chattels to secure its payment.

Applicants operate as a highway common carrier of livestock under the name of Chanley Bros. Trucking Co., a copartnership. They desire to obtain funds to finance the cost of approximately \$10,000 of acquiring and installing a scale and to pay an existing \$10,000 indebtedness owing to Bank of America National Trust and Savings Association. The proposed borrowing will be evidenced by a \$20,000 note in favor of said bank payable in monthly installments of \$225, including interest at the rate of 6% per annum. The indebtedness evidenced by said \$20,000 note will be secured by a deed of trust and a mortgage of chattels.

Applicants' financial statements show that during 1957 their gross revenues amounted to \$521,597 and their net income to \$69,906, before making net deductions of \$47,372 for depreciation.

Their balance sheet of December 31, 1957 shows current and prepaid assets in the amount of \$94,760, including cash of \$4,281, as compared with current liabilities of \$62,417. Applicants reported proprietary investment in the enterprise at \$100,447.

Upon a review of the application, it appears that applicants will have need for additional borrowing for the purposes indicated, that the assets and earnings should be ample to service the proposed note, that the money, property or labor to be procured or paid for by the issue of said note is reasonably required 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. Alvin Chanley and Glenn Chanley, on and after the effective date hereof and on or before July 31, 1958, may issue a note in the principal amount of not exceeding \$20,000, and may execute a deed of trust and a mortgage of chattels, for the purposes set forth in this application, which note, deed of trust and mortgage of chattels shall be in, or substantially in, the same form as those filed in this proceeding as Exhibits A, B, and C, respectively.

2. Alvin Chanley and Glenn Chanley 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 Alvin Chanley and Glenn Chanley 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 15th day of April, 1958.

[Signature]
President

[Signature]

[Signature]

[Signature]

Theodore Deener
Commissioners

