

ORIGINAL

Decision No. 57651

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of SAMJO, INC., a California corporation, doing business as SMISER FREIGHT SERVICE, for authority to borrow money and issue evidences of indebtedness.

Application No. 40549

OPINION AND ORDER

Samjo, Inc., applicant herein, reports that it has made application to the Small Business Administration of the United States of America for a loan in the principal amount of \$100,000, that such application has been approved and that, pursuant thereto, it proposes, and now seeks Commission authorization, to execute a chattel mortgage and to issue a note in the principal amount not to exceed \$100,000 for the following purposes:

For the purchase of equipment -	
1 - 1958 International diesel tractor	\$ 16,000
6 - 1958 Fruehauf van trailers	24,000
2 - 1958 Utility stake trailers	6,000
2 - 1958 Converter gears	5,000
1 - 1955 Used converter gear	750
2 - 1957 International gas tractors	10,000
For working capital -	<u>38,250</u>
Total	<u>\$100,000</u>

The note will be payable in monthly installments of \$1,938.20, with interest at the rate of 5-1/2% per annum.

Applicant was incorporated under the laws of the State of California on March 21, 1949 and for many years engaged in the business of operating motor vehicles for the transportation of property for hire and, in 1958, became certificated as a highway common carrier of specific commodities, generally between points in and around Los Angeles and Bakersfield, through the acquisition of operative rights formerly owned by Arrow Pacific Drayage. ^{1/} Applicant now reports that it has need for the proposed borrowing in order to equip the operation and to provide for an adequate amount of working capital to develop the business.

The Commission has considered this application and is of the opinion that a public hearing is not necessary; that the application should be granted, as herein provided; that the money, property or labor to be procured or paid for by the issue of the note herein authorized 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; NOW THEREFORE,

IT IS HEREBY ORDERED as follows:

1. Samjo, Inc., on and after the effective date hereof and on or before March 31, 1959, may execute a chattel mortgage and may issue a note in the principal amount not to exceed \$100,000 in the form and for the purposes referred to in this application.

^{1/} Decision No. 57129, dated August 12, 1958, in Application No. 40127.

2. Samjo, Inc., shall file with the Commission a copy of the chattel mortgage and note within 30 days after the execution of the same and shall file 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 Samjo, Inc., has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$100.

Dated at San Francisco, California,
this 2nd day of December, 1958.

[Signature] Fox
President
[Signature]
[Signature]

Commissioners
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
15034
DEC 15 1958