

ORIGINAL

Decision No. 57652

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application

of

AZUSA TRANSFER COMPANY, a
corporation, for authority to
execute a chattel mortgage and
installment note

Application No. 40583

OPINION AND ORDER

Azusa Transfer Company, applicant herein, is a California corporation engaged in business as a radial, contract and city carrier and as a highway common carrier of property. In this application, it reports that between May, 1958 and November 5, 1958, it expended approximately \$23,000 from income for the purpose of acquiring additional equipment, including a fork lift costing \$6,000, and for altering and modifying tractors and trailers and installing, among other things, winches and cables thereon so that such equipment could be used in the most efficient manner. Applicant now desires to reimburse its treasury for moneys so expended. To accomplish this objective it proposes to issue an installment note in the amount of \$18,000 to Bank of America National Trust and Savings Association, Azusa Branch, and to execute, as security for said note, a mortgage of chattels on certain pieces of equipment which it has heretofore purchased and now owns outright. The note which applicant proposes to issue will bear interest at the rate of 6% per annum on the

unpaid balance and will be payable in monthly installments of \$1,000 each, commencing January 5, 1959. A copy of the form of installment note which applicant proposes to issue is attached to the application as Exhibit B and a copy of the form of mortgage of chattels, as Exhibit C.

The Commission has considered applicant's request and is of the opinion that a public hearing is not required in this proceeding, 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 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. Azusa Transfer Company, on and after the effective date hereof and on or before March 31, 1959, may execute a mortgage of chattels in, or substantially in, the same form as that filed as Exhibit C in this proceeding and may issue its promissory note in the principal amount of \$12,000 to Bank of America National Trust and Savings Association, Azusa Branch, for the purpose set forth herein, such note to be in, or substantially in, the same form as that filed in this proceeding as Exhibit B.

2. Azusa Transfer 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 shall become effective when Azusa Transfer Company 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 2nd day of December, 1958.

E. Lynn Fox
President
John E. Bickell
Paul W. ...
...
Commissioners

