

ORIGINAL

Decision No. 57943

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of SACRAMENTO RIVER
WAREHOUSE COMPANY, a corporation,
for an order authorizing it to
borrow money and execute Deed
of Trust on its properties to
secure same.

Application No. 40715

OPINION AND ORDER

Sacramento River Warehouse Company, a corporation, has filed this application for authorization to issue a note in the principal amount of \$100,000 and to execute a deed of trust and mortgage of chattels.

Applicant is a California corporation which is engaged in the public utility warehouse business, and in related operations, in Colusa, Grimes and Millers Landing. It reports that it now desires to extend its operations by the construction of a new warehouse in Grimes on properties adjoining its present facilities; that the new construction is required to provide storage for Government-owned milo corn and for grain and rice; that the construction costs will be approximately \$100,000; and that it has made arrangements to borrow the required amount from Bank of America National Trust and Savings Association. The proposed borrowing will be represented by a note payable on or before August 1, 1963, with interest at the rate of 6 per cent per annum. The note will be secured by a deed of trust and by a mortgage of chattels.

In making this application, the company has presented its balance sheet showing its assets, liabilities and capital as of November 30, 1958, as follows:

<u>Assets</u>		
Fixed assets, less reserve		\$415,729
Current assets -		
Cash	\$ 38,989	
Accounts receivable	176,905	
Notes receivable	48,000	
Other current assets	<u>22,683</u>	
Total current assets		<u>286,577</u>
Total		<u>\$702,306</u>
<u>Liabilities</u>		
Notes payable		\$144,788
Current liabilities		143,303
Capital stock and surplus		<u>414,215</u>
Total		<u>\$702,306</u>

The company's most recent annual report to the Commission shows, for the year 1957, warehouse operating revenues of \$242,453 and nonutility revenues of \$150,963, with net income of \$7,097, after payment of interest and taxes and provision for depreciation.

From a review of the verified application, we are of the opinion that a public hearing is not necessary, that the company's request should be granted, 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. Sacramento River Warehouse Company, a corporation, on and after the effective date hereof and on or before June 30, 1959, may issue a note in the principal amount of not to exceed \$100,000, for the purpose set forth in this application, and may execute a deed of trust and mortgage of chattels, 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 Exhibit C, Exhibit D and Exhibit E, respectively.

2. Sacramento River Warehouse Company, a corporation, 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 Sacramento River Warehouse Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$100.

Dated at San Francisco, California, this 3rd day of February, 1959.

E. Lynn Fox
President
Walter E. Decker
Walter H. Decker
Theodore H. Jensen

Commissioners

