

ORIGINAL

Decision No. 60189

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of Philip R. Collins, Kenneth E. Brown and Allen D. Collins, doing business as C. B. C. Warehouse Company, for an order authorizing execution of evidence of indebtedness, and encumbrance of public utility property.

Application No. 42282

OPINION AND ORDER

Philip R. Collins, Kenneth E. Brown and Allen D. Collins, applicants herein, are partners doing business as C. B. C. Warehouse Company, and, as such, are engaged in the public utility warehouse business at Woodland in Yolo County. On May 23, 1960, they filed the above-entitled application for authorization to execute a deed of trust and a mortgage of chattels and to issue a note in the principal amount of \$185,000 for the purposes of (1) satisfying an existing promissory note in the amount of \$130,000, and (2) financing additional plant facilities estimated to cost approximately the following:

a.	Improve areas adjacent to new building with approximately 20,000 sq. ft. macadamized surface	\$ 4,400
b.	New concrete structure East of present buildings, 70' x 200' with 20' eaves . . .	45,000
c.	Extend the present RR. Spur 250 feet . . .	2,500
d.	To develop and improve roadways around the plant	<u>3,100</u>
	Total	<u>\$55,000</u>

The note will be in favor of Crocker-Anglo National Bank, and will bear interest at the rate of 6-1/2 per cent per annum on unpaid principal, which principal will be payable in annual installments of \$14,500 each.

Applicants' financial statements attached to the application show that during the year ended December 31, 1959, their total revenues amounted to \$173,811 and their net profit to \$69,360, after making deductions which included depreciation in the amount of \$22,981. The statements indicate the financial condition of the business as of December 31, 1959, as follows:

<u>Assets</u>	
Current assets	\$ 16,452
Fixed assets, less depreciation reserve	<u>236,588</u>
Total	<u>\$253,040</u>
<u>Liabilities and Capital</u>	
Notes payable	\$140,000
Capital	<u>113,040</u>
Total	<u>\$253,040</u>

From a review of the application, it appears that applicants' earnings should be ample to support and to service the proposed note and that their financial position is adequate to warrant an order authorizing the issue of said note. We are of the opinion, therefore, and so find, 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; that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; and that the application should be granted by an ex parte order; therefore,

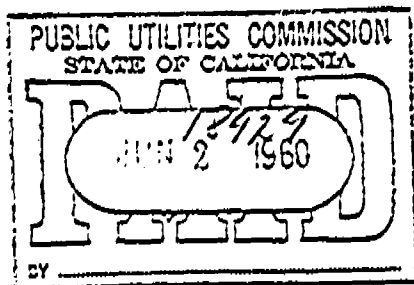
IT IS HEREBY ORDERED as follows:

1. Philip R. Collins, Kenneth E. Brown and Allen D. Collins, on or after the effective date hereof and on or before December 31, 1960, may issue a note in the principal amount of not to exceed \$185,000 for the purposes specified herein and may execute a deed of trust and a 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.

2. Philip R. Collins, Kenneth E. Brown and Allen D. Collins 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 applicants have paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$185.

Dated at San Francisco, California, this 21st day of May, 1960.



Handwritten signatures of the President and Commissioners, including names like 'C. L. ...', 'M. ...', 'S. ...', and 'Theodore ...'.