

Decision No. 60190

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application Of)
Philip R. Collins and George T. Story,)
doing business as Collins & Story, for)
an order authorizing execution of)
evidence of indebtedness, and)
encumbrance of public utility property.)

Application No. 42270

OPINION AND ORDER

Philip R. Collins and George T. Story, applicants herein, are partners doing business as Collins & Story, and, as such, are engaged in the public utility warehouse business at Robbins in Sutter County. On May 18, 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 \$112,000 for the purposes of (1) paying the remaining balance of \$22,000 on a previously authorized note, and (2) financing additional bulk storage facilities, estimated to cost \$90,000 and described as follows:

New cement tiltup wall structure 140 feet long
70 feet wide, at the north end of existing rice
drier. Capacity 5000 tons. Loading and unloading
equipment plus aeration fans and tunnels.

The note will be in favor of Crocker-Anglo National Bank, and will bear interest at the rate of 6½% per annum on unpaid principal, which principal will be payable in ten annual instalments of \$11,200 each.

Applicants' financial statements attached to the application show that during the fiscal year ended June 30, 1959, their total revenue amounted to \$160,215 and their net profit to \$52,596, after making deductions which included depreciation in the amount of \$23,157. The statements indicate the financial condition of the business, as of June 30, 1959, as follows:

Assets

Current assets	\$ 47,442
Deferred charges	2,618
Fixed assets, less depreciation reserves	219,901
Other assets	<u>3,283</u>
Total	<u>\$273,274</u>

Liabilities and Capital

Current liabilities	\$ 7,134
Fixed liabilities	36,000
Capital	<u>230,140</u>
Total	<u>\$273,274</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 and George T. Story, 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 \$112,000 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 and George T. Story 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 \$90.

Dated at San Francisco, California,
this 31st day of May, 1960.

Gerrit B. Page
President
W. J. ...
W. J. ...
E. J. ...
Theodore Jenner
Commissioners

