

Decision No. 60712

ORIGINAL

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 note and chattel mortgage.)

Application No. 42595

OPINION AND ORDER

This application was filed on August 23, 1960, for an order authorizing Azusa Transfer Company to execute a mortgage of chattels and to issue a note in the principal amount of \$80,000.

Applicant is a California corporation having its principal place of business in Azusa and being engaged in the transportation of property as a highway common carrier. For the year 1959 it reported its revenues at \$876,070 and its net operating income at \$18,126, after making deductions for depreciation in the amount of \$55,439. As of June 30, 1960, it reports cash and other current assets in the amount of \$164,978, as compared with current liabilities of \$157,450, advances from officers of \$31,078 and equipment contracts in the total amount of \$102,755.

The company now desires to consolidate its numerous payments on its obligations into one payment and it has arranged to borrow \$80,000 from Bank of America National Trust and Savings

Association for this purpose. The sum to be borrowed will be represented by a note bearing interest at 6-1/2 per cent per annum, maturing in monthly installments over a period of 30 months.

The Commission has considered this matter and is of the opinion 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; that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; and that an ex parte order should be entered granting the company's request; therefore,

IT IS HEREBY ORDERED as follows:

1. Azusa Transfer Company, a corporation, on or after the effective date hereof and on or before December 31, 1960, may execute a mortgage of chattels in, or substantially in, the same form as that filed in this proceeding as Exhibit D and may issue a note in the principal amount of not to exceed \$80,000, in accordance with the terms set forth in this proceeding for the purpose of refinancing outstanding indebtedness.

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 will become effective when Azusa Transfer Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$80.

Dated at San Francisco, California,
this 13th day of SEPTEMBER, 1960.

[Signature]
President
[Signature]
[Signature]

Commissioners

