

ORIGINAL

Decision No. 61033

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
WALTER F. PETERS and MYRON D. PETERS,
a co-partnership doing business as
PETERS TRUCK LINES for authority to
issue its promissory note secured
by a Chattel Mortgage.

Application No. 42794

O P I N I O N

This application was filed on October 27, 1960, for an order of the Commission authorizing Walter F. Peters and Myron D. Peters, a co-partnership doing business as Peters Truck Lines, to execute a mortgage of chattels and to issue a note in the principal amount of \$22,000.

Applicants operate as a highway common carrier of general commodities over routes in northern California. For the year ended June 30, 1960, they report revenues of \$607,630.85 and a net profit of \$6,991.35 after making a deduction of \$46,949.13 for depreciation. As of June 30, 1960, they report current assets of \$47,961.02, and current liabilities of \$76,962.46 which include an amount of \$13,858.49 representing bank overdrafts.

In order to improve their cash position the partners desire to obtain funds through executing a mortgage of chattels and issuing a note to Bank of America National Trust and Savings Association. The proposed note will be in the amount of \$22,000,

payable in one monthly installment of \$909 and 23 monthly installments of \$917 each. The note proceeds of \$20,000, which reflect a deduction of \$2,000 for interest, will be expended for working capital.

From a review of the matter, it appears that the partners have need for additional funds to improve their cash position. We find and conclude that the proposed note issue is for a proper purpose; that the money, property or labor to be procured or paid for by such issue 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. We will enter our order granting the application.

O R D E R

The Commission having considered the above-entitled matter and being of the opinion that a public hearing is not necessary,

IT IS HEREBY ORDERED -

1. That Walter F. Peters and Myron D. Peters, on or after the effective date of this order and on or before January 31, 1961, may execute a mortgage of chattels and may issue a note in the principal amount of not to exceed \$22,000 for the purpose of providing working capital to maintain and improve their service and facilities, which mortgage of chattels and note shall be in, or substantially in, the same form as those attached to the application.

2. That within 30 days after issuing the note herein authorized applicants shall file with the Commission a copy of said note as actually issued.

3. That this order shall become effective when applicants have paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$25.

Dated at San Francisco, California,
this 15th day of November, 1960.

[Signature]
President
[Signature]
[Signature]
[Signature]
Theodore Jenner
Commissioner's

