

Decision No. 61207

**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application  
of STERLING TRANSIT COMPANY, INC.,  
a corporation, for an order  
authorizing the issuance of  
a promissory note and  
chattel mortgage.

Application No. 42923  
Filed November 30, 1960

OPINION AND ORDER

Sterling Transit Company, Inc., a highway common carrier of general commodities, with certain exceptions, between San Francisco, Sacramento, Los Angeles and other points, has filed this application for authorization to execute a mortgage of chattels and to issue a note in the principal amount of \$302,700 payable in 48 monthly installments, with interest at the rate of 6% per annum on decreasing balances, in order to refinance existing indebtedness and to augment its working capital.

The Commission has considered this matter and has reviewed applicant's financial statements. It appears that the monthly payments on the principal of the new loan are the same as the payments on the existing loans, that applicant's income and depreciation accruals should be ample to service the proposed loan, and that the transaction should not adversely affect applicant's ability to serve the public. The Commission finds and concludes, therefore, that a public hearing is not

necessary in this matter, that the application 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,

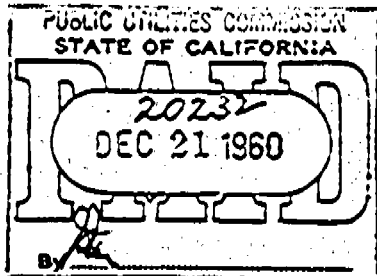
IT IS HEREBY ORDERED -

1. That Sterling Transit Company, Inc., is authorized to execute a note in the principal amount of not to exceed \$302,700 and to execute a mortgage of chattels, on or after the effective date hereof and on or before April 30, 1961, for the purpose of refinancing indebtedness and of providing working capital, such note and mortgage of chattels to be in, or substantially in, the same forms as those filed in this proceeding as Exhibit A and Exhibit B, respectively.

2. That Sterling Transit Company, Inc., 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. That the authority herein granted shall become effective when Sterling Transit Company, Inc., has paid the fee prescribed by Section 1904(b) of the Public Utilities Code.

Dated at San Francisco, California,  
this 20th day of December, 1960.



[Signature]  
President  
[Signature]  
[Signature]  
[Signature]  
Theodore J. Deiner  
Commissioners