

ORIGINAL

62175

Decision No. _____

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of G. I. TRUCKING COMPANY to
Execute an Additional Long Term
Debt, and to Sell, Transfer and
Convey Operating Property.

Application No. 43426
Filed May 18, 1961

OPINION AND ORDER

G. I. Trucking Company, a corporation, has filed this application for authorization to execute a deed of trust and to issue an additional note in the principal amount of \$100,000.

Applicant is engaged in business as a highway common carrier of property operating generally between San Diego and Santa Maria and intermediate points. It has been occupying certain terminal facilities located at 3333 South Malt Avenue, Los Angeles, but recently has undertaken to purchase 8.03 acres of land situated in the 6000 block on Randolph Street, in the City of Commerce, in order to provide larger facilities which have been made necessary by the growth of its business. By Decision No. 61367, dated January 24, 1961, applicant was authorized to enter into an agreement for the purchase of said land providing for deferred payments aggregating \$200,000.

It appears that applicant now has contracted for the erection of a new building and loading dock, with maintenance facilities, paving, and fencing on the new premises and that it has made arrangements to borrow \$100,000 from Bank of America National Trust and Savings Association to provide a part of the construction costs. The borrowing will be represented by a note payable over a period of twelve years with interest at the rate of 5-1/2 per cent per annum. It is proposed to consolidate the new borrowing with the \$200,000 obligation which was authorized by Decision No. 61367 and to execute a deed of trust to secure the payment of the entire amount.

Applicant intends, and has made arrangements, to sell its present facilities and to occupy them on a month-to-month tenancy until its new facilities shall have been completed.

We have reviewed the application and are of the opinion that a public hearing is not necessary; 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 ORDERED that -

1. G. I. Trucking Company, a corporation, may execute a deed of trust in the same, or substantially the same, form as that filed in this proceeding and may issue a promissory note in the principal amount of not to exceed \$100,000 in the form and for the purpose specified herein.

2. G. I. Trucking Company, a corporation, may issue a promissory note evidencing the \$200,000 long-term debt heretofore authorized by Decision No. 61367 and may consolidate the same with the additional \$100,000 promissory note authorized herein.

3. G. I. Trucking Company, a corporation, may sell its present terminal facilities in Los Angeles and use the proceeds to finance, in part, the cost of its new terminal facilities.

4. G. I. Trucking Company, a corporation, 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.

5. The authority herein granted shall become effective when G. I. Trucking Company, a corporation, has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$100.

Dated at San Francisco, California,
this 27th day of June, 1961.

Charles H. Page
President
W. J. Mitchell
S. Lynn Fox
George H. Weaver
Fredrick B. Hulsloff
Commissioners

