

ORIGINAL

Decision No. 62185

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of)

WILBUR O. WHITE and THELMA B. WHITE,)
husband and wife (doing business)
under the fictitious firm name and)
style of SACRAMENTO VALLEY MILLING)
COMPANY) for an Order Authorizing)
Execution of a Promissory Note and)
a Deed of Trust and Mortgage of)
Chattels to Secure Said Note.)

Application No. 43536
Filed June 26, 1961

OPINION AND ORDER

Wilbur O. White and Thelma B. White, doing business under the firm name and style of Sacramento Valley Milling Company, have filed this application for authorization to execute a deed of trust and a mortgage of chattels and to issue a note in the principal amount of \$55,000.

Applicants are engaged in nonutility sales activities in the Sacramento Valley and, in connection therewith, in the operation of public utility warehouses at Ordbend and Williams. In this application they report that they are indebted to Crocker-Anglo National Bank in the amount of \$20,000; that they desire to borrow an additional \$35,000; and that they have made arrangements to issue a new note for \$55,000 to refinance the existing \$20,000 indebtedness and to provide additional working capital. The new note will be payable in ten equal annual installments with interest at the rate of 6 per cent per annum and will be secured by a deed of trust and a mortgage of chattels.

A review and analysis of applicants' filed financial statements show that their public utility operations constitute but a small part of the total; that the volume of business has been increasing requiring the carrying of larger amounts of accounts receivable; that the operations have been reasonably profitable and, on the basis of recorded results, should be ample to service the proposed note; and that the assets as of May 31, 1961, had been financed with long-term debt of \$126,756 and proprietary capital of \$191,261.

We find and conclude that applicants have need for additional working capital; that the money, property or labor to be procured or paid for through the issue of the note herein authorized is reasonably required for such purpose and for the purpose of refinancing existing indebtedness; that the expenditures for such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; and that a public hearing in this matter is not necessary; therefore,

IT IS HEREBY ORDERED that -

1. Wilbur O. White and Thelma B. White, on or after the effective date hereof and on or before December 31, 1961, may execute a deed of trust and a mortgage of chattels in the same, or substantially the same, forms as those filed in this proceeding and may issue a note in the principal amount of not to exceed \$55,000 for the purpose of refinancing outstanding indebtedness and of providing working capital.

2. Wilbur O. White and Thelma B. White 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 shall become effective when Wilbur O. White and Thelma B. White have paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$35.

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

Ernest W. Rogers
President
John L. Mitchell
E. L. Taylor
George L. Grover
Frederick B. Holcomb
Commissioners

