

62435

ORIGINAL

Decision No. _____

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of THE EUREKA ICE & COLD STORAGE
COMPANY for an order authorizing
execution of evidences of
indebtedness and encumbrance
of property

Application No. 43642
Filed July 31, 1961

OPINION AND ORDER

The Eureka Ice & Cold Storage Company has filed this application for authorization to execute a deed of trust and to issue a note in the principal amount of \$175,000. The note will be issued to Bank of America National Trust and Savings Association and will be payable in monthly installments of \$2,000, with interest at the rate of 6-1/2 per cent per annum.

Applicant is engaged in public utility cold storage and in related nonutility activities in Eureka. It reports that it desires to construct new cold storage facilities containing 8,000 square feet of space to replace an older building which it will abandon and that it will use the note proceeds to meet its construction costs.

A review of applicant's financial statement shows, as of December 31, 1960, that its net investment in plant and equipment aggregated \$176,361; that it had no outstanding debt, other than current liabilities; and that it has financed

itself with proprietary capital. The statement further shows, for the year 1960, utility revenues of \$105,974 and nonutility revenues of \$65,131, with net income of \$22,210 after provision of \$18,427 for depreciation.

We have considered this matter and find and conclude that the application should be granted, that the proposed financing will not adversely affect applicant's public service obligations, 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.

A public hearing is not necessary. Therefore, good cause appearing,

IT IS ORDERED that -

1. The Eureka Ice & Cold Storage Company, on or after the effective date hereof and on or before December 31, 1961, may execute a deed of trust and issue a note in the principal amount of not to exceed \$175,000 for the purpose of financing the cost of cold storage facilities, said note and deed of trust to be in, or substantially in, the same form as those filed in this proceeding as Exhibit B and Exhibit C, respectively.

2. The Eureka Ice & Cold Storage 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 shall become effective when The Eureka Ice & Cold Storage Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$175.

Dated at San Francisco, California,
this 22nd day of August, 1961.

Charles L. Roper
President
John L. Roper
E. Lynn Fox
George E. Thayer
Fredrick B. Hallock
Commissioners

