

ORIGINAL

Decision No. 62540

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of Philip R. Collins and George T. Story, doing business as COLLINS & STORY, for an order authorizing execution of evidence of indebtedness, and encumbrance of public utility property.

Application No. 43678
Filed August 17, 1961
and Amendment
Filed August 21, 1961

OPINION AND ORDER

This is an application for an order of the Commission authorizing Philip R. Collins and George T. Story, applicants herein, to execute a mortgage of chattels and to issue a 6% note in the principal amount of \$100,000 payable in annual installments of \$11,200 in favor of Crocker-Anglo National Bank, for the purpose of obtaining funds to reimburse the Rice Growers Association of California for damage to paddy rice stored at their warehouse.

Philip R. Collins and George T. Story are partners doing business as Collins & Story, and, as such, are engaged in the public utility warehouse business at Robbins in Sutter County. They report that, due to failure of temperature recording equipment which was not discovered until after damage had occurred, they must settle a damage claim on the 1960 crop of paddy rice of members of the Rice Growers Association of California stored at their warehouse. Giving effect to the

proceeds from the sale of the damaged rice, the partners report that such claim amounts to approximately \$135,000 and that they propose to obtain \$100,000 of the required amount through the long-term borrowing from Crocker-Anglo National Bank.

From a review of the verified application and the applicants' financial statements, we are of the opinion that their operations should be sufficient to support and to service the proposed borrowing without interfering with their public utility duties. We find and conclude that a public hearing is not necessary, that the application should be granted and that the money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required by applicants for the purpose specified herein; therefore,

IT IS ORDERED that -

1. Philip R. Collins and George T. Story, on or after the effective date hereof and on or before December 31, 1961, may issue a note in the principal amount of not to exceed \$100,000 for the purpose specified herein and may execute a mortgage of chattels, which note and mortgage of chattels shall be in the same, or substantially the same, form as the copies filed in this proceeding as Exhibits B and C, respectively.

2. Philip R. Collins and George T. Story 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. This order shall become effective when Philip R. Collins and George T. Story have paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$100.

Dated at San Francisco, California,
this 12th day of SEPTEMBER, 1961.

Ernest Allred
President
D. E. Mitchell
C. Lynn Fox
George T. Grover
Fredrick B. Hallock
Commissioners

