

ORIGINAL

Decision No. 63135

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of SACRAMENTO RIVER WAREHOUSE COMPANY, a corporation for an order authorizing it to borrow money and execute a note to secure same.

Application No. 44038
Filed December 21, 1961

OPINION AND ORDER

Sacramento River Warehouse Company, applicant herein, is a California corporation engaged in the grain cleaning and rice drying business, and in operating as a public utility warehouseman in Colusa County. In this application it seeks authorization to execute a deed of trust and a mortgage of chattels and to issue a note in favor of Bank of America National Trust and Savings Association in the principal amount of not to exceed \$317,000.

The note will be payable in monthly installments over a period of ten years and will bear interest at the rate of 6 per cent per annum. The purposes of the issue are to provide applicant with funds (1) to discharge the outstanding balances aggregating not to exceed \$167,000 on two notes issued under authority previously granted by the Commission, and (2) to finance the estimated \$150,000 cost of constructing a new warehouse at Millers Landing.

Applicant reports that its present warehouse at Millers Landing has become obsolete and costly to maintain and to operate, and will be torn down and removed, and that it proposes to construct at the same location a new and larger storage building with modern receiving and shipping equipment and with an estimated capacity of approximately 15,000 tons. The application shows that the present warehouse at Millers Landing is filled to capacity each year and the growers have indicated a need for additional storage facilities.

From a review of the verified application, including the financial statements attached thereto, we are of the opinion that applicant's operations should be sufficient to support and to service the proposed borrowing without interfering with its public utility duties. We find and conclude that a public hearing is not necessary; that the proposed indebtedness is for proper purposes; that the money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required by applicant for the purposes specified herein; that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; and that the application should be granted; therefore,

IT IS ORDERED that -

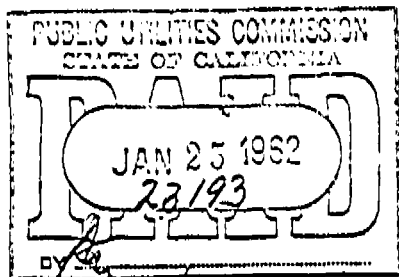
1. Sacramento River Warehouse Company, a corporation, on or after the effective date hereof and on or before April 30, 1962, may execute a deed of trust and a mortgage of chattels, and may issue a note in the principal amount of not to exceed \$317,000, bearing interest at the rate of not to exceed 6 per cent per annum, for the purposes of refinancing outstanding indebtedness and obtaining funds to finance the costs of new warehouse facilities referred to in this application.

2. Sacramento River Warehouse 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.

3. This order shall become effective when Sacramento River Warehouse Company, a corporation, has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$150.

Dated at San Francisco, California,
this 23rd day of JANUARY, 1962.

Quentin W. Page
President
John E. Mitchell
George L. Grover



Frederick B. Holoboff
Commissioner....., being
necessarily absent, did not participate
- In the disposition of this proceeding.