

ORIGINAL

Decision No. 63316

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
WILLIG FREIGHT LINES, a Corporation,
for authority to issue its promissory
note secured by a chattel mortgage.

} Application No. 44140
} Filed January 29, 1962

OPINION AND ORDER

This is an application for an order of the Commission authorizing Willig Freight Lines, a corporation, applicant herein, to execute a mortgage of chattels and to issue a note in the principal amount of \$166,750.00.

Applicant is a California corporation engaged in business as a highway common carrier of property. Pursuant to authority previously granted by this Commission it issued two notes in favor of Pacific National Bank of San Francisco, payable in aggregate monthly installments of \$19,390.03 for which it reports combined outstanding balances of \$95,129.62. In addition, applicant reports that it is obligated to said bank on a thirty-day note in the sum of \$47,987.00, the proceeds of which were used to pay its license fees for 1962. In order to consolidate the borrowings represented by said notes, to reduce its monthly payments, and to augment its working capital, applicant proposes, and now seeks authorization, to issue a new note in favor of said bank in the face amount of \$166,750.00, which will include interest

computed on a 5% discount basis, and which will be payable in 35 monthly installments of \$4,631.95 each, and a final installment of \$4,631.75, and will be secured by a mortgage of chattels.

The Commission has considered this application and finds and concludes that (1) a public hearing is not necessary; (2) the proposed indebtedness is for proper purposes; (3) the reduction in monthly payments will ease applicant's financial burdens substantially; (4) 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; and (5) the expenditures for such purposes, except for the payment of interest, are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS ORDERED that -

1. Willig Freight Lines, a corporation, on or after the effective date hereof and on or before April 30, 1962, for the purposes set forth herein, may issue a note in the face amount of not to exceed \$166,750.00 and may execute a mortgage of chattels, which note and mortgage of chattels shall be in the same form, or substantially in the same form, as those attached to the application as Exhibits 1 and 2, respectively.

2. Within 30 days after issuing the note herein authorized, Willig Freight Lines, a corporation, shall file with the Commission a copy thereof as actually issued.

3. This order shall become effective when Willig Freight Lines, a corporation, has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$72.

Dated at San Francisco, California,
this 11th day of FEBRUARY, 1962.

George A. Page
President
W. E. Mitchell
E. Lynn Fox
Fredrick B. Holschoff

Commissioners

Commissioner. George G. Grover, being necessarily absent, did not participate in the disposition of this proceeding.

