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ORIGINAL

Decision No. _____

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of BAY RAPID TRANSIT COMPANY, a)
corporation, for authority to)
issue a note.)

Application No. 44669
Filed July 27, 1962

OPINION AND ORDER

This is an application for an order authorizing Bay Rapid Transit Company to issue a note in the principal amount of \$40,000.

Applicant is engaged in operating a bus system in and between the Cities of Carmel, Monterey, Seaside and Pacific Grove. It asserts that it has become necessary and desirable for it to remove its terminal facilities from leased premises it now occupies to its own premises to be located on real property it now owns in the City of Monterey and it proposes, and has made arrangements, to borrow \$40,000 from Crocker-Anglo National Bank to finance the cost of its terminal building and facilities. The borrowing will be represented by a note repayable in 120 equal monthly installments with interest at the rate of 6 percent per annum.

A review of applicant's financial statements shows that as of December 31, 1961, it had financed itself with common stock and surplus in the amount of \$155,553 and long-term debt of only \$19,362 and that for the year 1961, its net income, before depreciation charges, aggregated \$16,462.

We have considered this matter and find and conclude that a public hearing is not necessary, that applicant's revenues should be sufficient to service the proposed note, 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; therefore,

IT IS ORDERED that -

1. Bay Rapid Transit Company, on or after the effective date hereof and on or before March 31, 1963, may execute a deed of trust and may issue a note in the principal amount of not to exceed \$40,000 in the form, under the terms and for the purpose set forth in this application.

2. Bay Rapid Transit 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 Bay Rapid Transit Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$40.

Dated at San Francisco, California,
this 21st day of AUGUST, 1962.

George A. Traver
President
J. E. Mitchell
E. L. Fox
Robert H. Long
Frederick B. Holbrook
Commissioners

