

**ORIGINAL**

Decision No. 64272

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application  
of G. I. TRUCKING COMPANY to  
Incur a Long-Term Debt and  
Execute a Promissory Note and  
Deed of Trust on Certain  
Property for the Acquisition  
of New Terminal Facilities.

Application No. 44762  
Filed September 4, 1962

In the Matter of the Application  
of G. I. TRUCKING COMPANY to  
Incur a Long-Term Indebtedness,  
Execute a Promissory Note and  
Chattel Mortgage Securing the  
Same on Trucks, Trailers and  
Other Revenue Equipment  
Presently Owned by Applicant.

Application No. 44763  
Filed September 4, 1962

O P I N I O N

G. I. Trucking Company, a highway common carrier of property operating, generally, between San Diego and Santa Maria, has filed these applications for authorization (1) to execute a deed of trust and to issue a note in the amount of \$21,600 for the purpose of financing, in part, the cost of terminal facilities in the County of Ventura, and (2) to execute a mortgage of chattels and to issue a note in the amount of \$228,000 for the purpose of refinancing existing indebtedness and of providing working cash.

The company reports that its present terminal in Ventura County includes a small quonset hut and parking area located on leased premises and that such facilities are not adequate for the proper performance of its operations. Applicant is taking steps to acquire a lot near Camarillo and to construct improvements thereon consisting of office facilities, enclosed and covered docks, and paved parking areas, all at an estimated cost of \$43,500. It proposes to meet a portion of the costs with treasury funds and to provide \$21,600 thereof with moneys to be borrowed from Bank of America National Trust and Savings Association, the borrowing to be represented by a note payable at the rate of \$250 a month, including principal and interest at the rate of 5-1/2% per annum. The payment of the note will be secured by a deed of trust.

With respect to the proposed refinancing plans, applicant reports, in exhibits attached to Application No. 44763, that it owns 154 units of equipment, that as of July 31, 1962, it had outstanding equipment obligations in the amount of \$193,918.47 which are payable in monthly installments of \$7,300, and that, in order to reduce its monthly payments and to improve its cash position, it proposes to borrow \$228,000 from Bank of America National Trust and Savings Association to refinance its existing obligations and to increase its working cash. The new borrowing will be represented by a note, secured by mortgage of chattels, payable in monthly installments of \$4,750, including

interest at the rate of 3-1/2% computed on a discounted basis for a period of four years.

A review of financial statements on file with the Commission indicates that the company's earnings should be sufficient to permit it to service the proposed notes and that applicant will have need for funds to improve its cash position. We will enter an order granting the applications.

O R D E R

The Commission has considered the above-entitled applications, has determined that a public hearing is not necessary, and is of the opinion that the money, property or labor to be procured or paid for by the issue of the notes herein authorized is reasonably required for the purposes specified herein and that such purposes, except as otherwise authorized, are not, in whole or in part, reasonably chargeable to operating expenses or to income, therefore,

IT IS ORDERED that -

1. G. I. Trucking Company may execute a deed of trust and issue a note in the amount of not to exceed \$21,600 for the purpose of financing, in part, the cost of terminal facilities in the County of Ventura, such deed of trust and note to be in the same form, or substantially in the same form, as those annexed to Application No. 44762.

2. G. I. Trucking Company may execute a mortgage of chattels and issue a note in the amount of not to exceed \$228,000 for the purpose of refinancing existing obligations and providing working cash, such mortgage of chattels and note to be in the same form, or substantially in the same form, as those annexed to Application No. 44763.

3. G. I. Trucking Company shall file a report, or reports, of the issue of said notes as required by General Order No. 24-A.

4. The authority herein granted will become effective when G. I. Trucking Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$250.

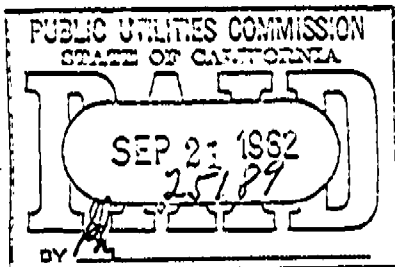
Dated at Los Angeles, California,  
this 19<sup>th</sup> day of SEPTEMBER, 1962.

George T. Grover  
President

[Signature]

Fredrick B. Whitliff

Commissioners



Commissioner Peter E. Mitchell, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioner Everett C. McKeage, being necessarily absent, did not participate in the disposition of this proceeding.