

ORIGINAL

Decision No. 65213

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application
of G. I. TRUCKING COMPANY to
Enter Into a Long-Term Capital
Debt to Construct New Terminal
Facilities.

Application No. 45272
Filed March 22, 1963

O P I N I O N

G. I. Trucking Company, a corporation, has filed this application for authorization to execute a deed of trust and to issue a note in the principal amount of \$63,300 for the purpose of refinancing existing indebtedness and providing, in part, the cost of new terminal facilities in San Diego.

The company is engaged in business as a highway common carrier between San Diego and Santa Maria and intermediate points. It asserts that its terminal in San Diego has become inadequate to meet its expanding needs and it reports that it has concluded to demolish the present structure and to erect new and modern facilities. The costs of the demolition work and the new improvements are estimated at \$55,459.

In order to finance, in part, the total estimated expenditures of \$55,459 and to discharge an existing deed of trust of \$12,225.74, applicant has made, or is making, arrangements to borrow \$63,300 from Bank of America National Trust and Savings Association, the borrowing to be represented by a note secured by a deed of trust, payable in monthly installments of \$709.42, including principal and interest, at the rate of 5-1/2 percent per annum on the unpaid balance. The remainder of the estimated expenditures will be met with treasury funds.

Applicant's financial statements show that its volume of business has been increasing, that during 1962 its operating revenues amounted to \$1,649,483.63 and its net profit to \$28,108.42, after provision of \$95,779 for depreciation. From a review of the reported results of operations, we are of the opinion, and so find, that the proposed financing will not interfere with the carrier's ability to meet its public service obligations; that the money, property or labor to be procured or paid for through the issue of the note herein authorized is reasonably required for the purposes specified herein; and that such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income. A public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. G. I. Trucking Company, a corporation, on or after the effective date hereof and on or before September 30, 1963, may execute a deed of trust in the same form, or substantially the same form, as that annexed to the application and marked Exhibit B, and may issue a note in the principal amount of not to exceed \$63,300, under the terms and for the purposes specified herein.

2. G. I. Trucking 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. The authority herein granted shall become effective when G. I. Trucking Company, a corporation, has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$52.

Dated at San Francisco, California,
this 16th day of April, 1963.

George T. Hoover
President

[Signature]

Frederick B. Holloft

[Signature]
Commissioners

