

ORIGINAL

Decision No. 66172

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. 45843  
Filed October 7, 1963

O P I N I O N

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 \$271,841.40.

Applicant is a California corporation engaged in business as a highway common carrier and public utility warehouseman. Pursuant to authority granted by Decision No. 63316, dated February 26, 1962, in Application No. 44140, it issued a note in the principal amount of \$166,750, including interest computed on a 5% discount basis, in favor of Pacific National Bank of San Francisco, payable in thirty-five monthly installments of \$4,631.95 and a final installment of \$4,631.75. The company reports that the outstanding balance of said note is \$74,111.00 which, including interest only to October 15, 1963, results in an obligation of \$69,669.65.

For the purposes of discharging said \$69,669.65 obligation, and of obtaining \$150,000 of additional funds for paying for supplies, equipment and other expenses

incident to the conduct of its business, applicant now proposes, and seeks authority, to issue a \$271,841.40 note secured by a mortgage of chattels, which note will include interest computed on a 4-3/4% discount basis, and will be payable in sixty monthly installments of \$4,530.69.

The Commission has considered this application and is of the opinion, and so finds, that (1) the proposed indebtedness is for proper purposes; (2) the reduction in the size of monthly payments and discount rate, together with the resulting increased funds, will ease applicant's financial burdens substantially; (3) the money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required for the purposes specified herein; and (4) such purposes, except as otherwise authorized, are not, in whole or in part, reasonably chargeable to operating expenses or to income.

On the basis of the foregoing findings, we conclude that the application should be granted. A public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. Willig Freight Lines, a corporation, on or after the effective date hereof and on or before December 31, 1963, for the purposes set forth in the application, may issue a note in the face amount of not to exceed \$271,841.40 and may execute a mortgage of chattels, which note and mortgage of chattels

shall be in the same form, or in substantially the same form, as those attached to the application as Exhibits 1 and 2, respectively.

2. Willig Freight Lines, 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 Willig Freight Lines, a corporation, has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$198.

Dated at San Francisco, California, this 22<sup>nd</sup> day of OCTOBER, 1965.

[Signature] President  
[Signature]  
[Signature]  
George T. Hoover  
Fredrick B. Holslopp  
 Commissioners

Commissioner William M. Bennett, being necessarily absent, did not participate in the disposition of this proceeding.

