

ORIGINAL

Decision No. 67865

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of:)

ALCO TRANSPORTATION CO., a)
corporation, for authority to)
issue promissory note and chattel)
mortgage pursuant to Sections)
816-830 and 851-853 of the)
California Public Utilities Code.)

Application No. 46921
Filed August 24, 1964

O P I N I O N

This is an application for an order of the Commission authorizing Alco Transportation Co. to execute a mortgage of chattels and to issue a promissory note in the principal amount of \$37,140.

Applicant is a California corporation engaged in business as a highway common carrier of general commodities, with certain exceptions, within the Los Angeles Basin Territory and between other points in southern California. For the first six months of 1964, it reports operating revenues of \$233,931 and net income of \$10,347.

In this proceeding, the company seeks authority to issue its promissory note in the principal amount of \$37,140 in order to refund an existing short-term obligation of like amount related to the purchase and refinancing of transportation equipment. The proposed new note in favor of Bank of America National Trust and Savings Association will be secured by a

mortgage of chattels, will bear interest at the rate of 6-1/4% per annum, and will be repayable in thirty-six monthly installments of principal.

The Commission has considered this matter and finds that: (1) the proposed note issue is for a proper purpose; (2) 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 (3) such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income. On the basis of these 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. Alco Transportation Co., on or after the effective date hereof and on or before December 31, 1964, may issue a promissory note in the principal amount of not to exceed \$37,140 for the purpose specified in this proceeding, and may execute a mortgage of chattels, which documents shall be in the same form, or in substantially the same form, as those attached to the application in Exhibit A.

2. Alco Transportation Co. shall file with the Commission a report, or reports, as required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

3. This order shall become effective when Alco Transportation Co. has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$38.

Dated at San Francisco, California,
this 22nd day of SEPTEMBER, 1964.

Franklin B. Holdhoff
President
John E. Decker
Carol A. [unclear]
George H. [unclear]
William L. Bernard
Commissioners

