

**ORIGINAL**

Decision No. 67916

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )  
of MERCHANTS ICE & COLD STORAGE )  
COMPANY, a corporation, for )  
authorization to issue a promissory )  
note. )

Application No. 46937  
Filed August 28, 1964

O P I N I O N

Merchants Ice & Cold Storage Company requests an order of the Commission authorizing it to issue a promissory note in the principal amount of \$225,000 for the purpose of refinancing an outstanding indebtedness of like amount.

Applicant is a California corporation engaged in business as a public utility cold storage warehouseman in San Francisco. Pursuant to authority granted by Decision No. 57612, dated November 25, 1958, in Application No. 40587, the company issued in favor of Crocker-Angle National Bank, now known as Crocker-Citizens National Bank, a \$500,000 promissory note for refinancing purposes. Applicant reports that the principal on said note is repayable in semi-annual installments of \$25,000 each and that an unpaid balance of \$225,000 is outstanding on such obligation.

In this proceeding, the company proposes to issue a new note in favor of Crocker-Citizens National Bank in the principal amount of \$225,000 for the purpose of refinancing the balance outstanding on said previously authorized note. The new note

will bear interest at the rate of 5% per annum payable monthly, and will require repayment of principal in semi-annual installments of \$12,500 each.

The Commission has considered this matter and finds that: (1) the proposed note 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. A public hearing is not necessary.

On the basis of the foregoing findings we conclude that the application should be granted. The authorization herein given is not to be construed as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that:

1. On or after the effective date hereof and on or before December 31, 1964, Merchants Ice & Cold Storage Company may issue a note in the principal amount of not to exceed \$225,000 for the purpose specified in this proceeding, said note to be in the same form, or in substantially the same form, as that attached to the application.

2. Merchants Ice & Cold Storage Company 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. The effective date of this order is the date hereof.

Dated at Los Angeles, California, this 30th day of SEPTEMBER, 1964.

Fredrick B. Holmquist  
President

George A. Thayer

William W. Brunsell

Commissioners

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