

68354 Decision No.

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of

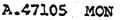
LA SALLE TRUCKING COMPANY,

a Corporation, for authority to execute a note and chattel mortgage. Application No. 47105 Filed November 12, 1964 and Amendment Filed February 15, 1965

$\underline{O P I N I O N}$

This is an application for an order of the Commission authorizing La Salle Trucking Company to execute a security agreement and to issue a promissory note in the principal amount of \$22,231.50.

Applicant is a California corporation engaged in business as a highway common carrier transporting petroleum products and general commodities, with certain exceptions, between various points and places in southern California. A summary of its September 30, 1964 balance sheet, as set forth in Exhibit C attached to the application, is as follows:



<u>Assets</u>

Current asset		\$ 64,522.85
Fixed assets Investment - Other assets	less depreciation allowance affiliated company	43,527.25
vener assers		3,977.21

Total

Liabilities

Current liabilities Capital

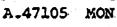
Total

\$ 60,600_47 <u>193,726_84</u> <u>\$254,327.31</u>

<u>\$254,327.31</u>

In order to obtain \$20,000 of additional working capital for use in its business operations, the company proposes to issue a \$22,231.50 note in favor of Bank of America National Trust and Savings Association repayable in one installment of \$617.60 and thirty-five successive monthly installments of \$617.54. The indebtedness to be evidenced by caid note will be secured by a security agreement. The \$2,231.50 difference between the principal amount of the note and the funds to be received represents prepaid interest computed at an effective rate of approximately 7% per annum.

The Commission has considered this matter and finds that: (1) the proposed note issue is for proper purposes; (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 purposes specified herein; and (3) such purposes, except as otherwise authorized for payment of interest, are 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. La Salle Trucking Company, on or after the effective date hereof and on or before June 30, 1965, for the purposes set forth in this proceeding, may issue a note in the principal amount of not to exceed \$22,231.50 repayable in thirty-six monthly installments of not to exceed \$618 each, and may execute a security agreement to secure the indebtedness evidenced by such note.

2. Within thirty days after issuing the note herein authorized, La Salle Trucking Company shall file with the Commission a copy thereof as actually issued, together with a statement showing the amount of prepaid interest pertaining to such note.

3. This order shall become effective when La Salle Trucking Company has paid the minimum fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$25.

Dated at Los Angeles ____, California, this 2nd day of _____ MARCH____ 1965. 1 B Hald dent UBLIC UTILITIES COMMISSION - 5 1965 GAALUN Commissioners