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ORIGINAL

Decision No. \_\_\_\_\_

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

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:

Assets

Current assets	\$ 64,522.85
Fixed assets less depreciation allowance	43,527.25
Investment - affiliated company	142,300.00
Other assets	<u>3,977.21</u>
Total	<u>\$254,327.31</u>

Liabilities

Current liabilities	\$ 60,600.47
Capital	<u>193,726.84</u>
Total	<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 said 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 2<sup>nd</sup> day of MARCH, 1965.

Frederick B. Hallock  
President

John E. [Signature]

George D. Trover

Augusta

William W. Bernard  
Commissioners

