

ORIGINAL

Decision No. 69722

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of GARDEN CITY TRANSPORTATION CO.,)
LTD., for authority to issue notes)
and mortgage certain utility)
property.)

Application No. 47878
Filed September 7, 1965

O P I N I O N

This is an application for an order of the Commission authorizing Garden City Transportation Co., Ltd. to execute a security agreement and to issue a promissory note in the principal amount of \$179,799.84.

Applicant is engaged in business as a highway common carrier in the central portion of California. For the year 1964 it reported gross operating revenues of \$1,879,080.

The company proposes to issue a promissory note in the principal amount of \$179,799.84 in favor of Crocker-Citizens National Bank in exchange for a loan of \$155,000 and discounted interest thereon at the rate of 4% per annum. The proceeds will be used to discharge existing notes having an aggregate outstanding balance of \$113,100.24, and the remainder will be utilized as working capital. The indebtedness will be repayable in forty-eight equal successive monthly installments of \$3,745.83 each, including principal and interest, and will be secured by means of a security agreement on certain of the applicant's motor vehicle equipment as described in an attachment to the application.

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 purposes specified herein; (3) such purposes, except discounted interest, are not, in whole or in part, reasonably chargeable to operating expenses or to income; and (4) the proposed security agreement would not be adverse to the public interest. 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. Garden City Transportation Co., Ltd. may execute a security agreement and issue a note in the principal amount of not to exceed \$179,799.84 for the purposes specified in this proceeding. Said documents shall be in the same form, or in substantially the same form, as those described in the application.

2. Garden City Transportation Co., Ltd. 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.

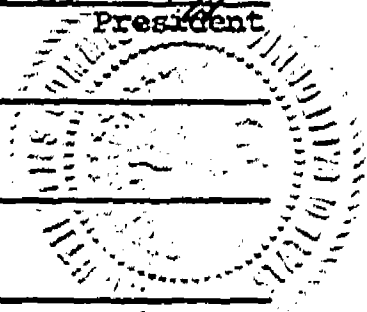
3. This order shall become effective when Garden City Transportation Co., Ltd. has paid the fee prescribed by Section 1904 (b) of the Public Utilities Code.

Dated at San Francisco, California, this 28th day of SEPTEMBER, 1965.

Frederick B. Hollopp
President

[Signature]

[Signature]
Commissioners



Commissioner Peter E. Mitchell, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioner George G. Grover, being necessarily absent, did not participate in the disposition of this proceeding.

