

**ORIGINAL**

Decision No. 70187

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )  
 )  
 of )  
 )  
 CONSOLIDATED FREIGHTWAYS )  
 CORPORATION OF DELAWARE, )  
 )  
 a Delaware corporation, for an )  
 order authorizing it to guarantee )  
 indebtedness incurred under a )  
 credit agreement between )  
 Transportation Equipment )  
 Rentals, Inc., a Delaware )  
 corporation and Bank of America )  
 National Trust and Savings )  
 Association. )

Application No. 48126  
Filed December 15, 1965

O P I N I O N

This is an application for an order of the Commission increasing by \$5,000,000 the amount of indebtedness of Transportation Equipment Rentals, Inc. which Consolidated Freightways Corporation of Delaware may guarantee.

By Decision No. 68403, dated December 30, 1964, in Application No. 47121, the Commission authorized applicant to assume liability as guarantor of indebtedness in the principal amount of not to exceed \$15,000,000, in accordance with a Credit Agreement dated as of October 15, 1964, between Transportation Equipment Rentals, Inc. and Bank of America National Trust and Savings Association.

Applicant desires authority to guarantee indebtedness of Transportation Equipment Rentals, Inc., in accordance with said agreement as amended to (a) increase the maximum amount

of indebtedness to \$20,000,000 and (b) provide for a certain event of default on the part of Consolidated Freightways, Inc., the parent corporation of both applicant and the borrower.

The Commission has considered this matter and finds that applicant's proposal to guarantee payment of indebtedness in the principal amount of not to exceed \$20,000,000 will not be adverse to the public interest. On the basis of this finding we conclude that the application should be granted. A public hearing is not necessary.

O R D E R

IT IS ORDERED that Consolidated Freightways Corporation of Delaware may assume liability as guarantor of indebtedness of Transportation Equipment Rentals, Inc. in the principal amount of not to exceed \$20,000,000, which indebtedness will be incurred in accordance with a Credit Agreement, as amended, in the same form, or in substantially the same form, as that attached to the application as Exhibit A.

The effective date of this order is the date hereof.  
San Francisco

Dated at \_\_\_\_\_, California, this  
11th day of JANUARY, 1966.

Fredrick B. Holbert  
President  
Robert E. Vignelli  
George J. Trover  
Augustus  
William W. Burnett  
Commissioners