

ORIGINALDecision No. 70605

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of INTERLINES-BLANKENSHIP MOTOR)
EXPRESS, a California Corporation,)
for authority to issue a)
promissory note, to encumber)
property therefor, and to amend)
an existing Loan Agreement.)

Application No. 48382
Filed April 6, 1966

O P I N I O N

This is an application for an order of the Commission authorizing Interlines-Blankenship Motor Express to execute a First Amendment to Loan Agreement and a Deed of Trust, and to issue a promissory note in the principal amount of \$55,000.

Applicant is a California corporation transporting general commodities in various portions of the State. For the year 1965, it reported operating revenues of \$5,387,773 and net income of \$293,770.

The company reports that for a consideration of \$18,000, it will acquire about 2.5 acres of land located near the City of Stockton on which it contemplates constructing a truck terminal facility at an estimated cost of \$92,000. In order to finance the project, in part, applicant proposes to issue a promissory note in favor of Bank of America National Trust and Savings Association in the principal amount of \$55,000 repayable over a period of 15 years in monthly installments to which interest will be added at the rate of 6-1/4% per annum computed on the declining balances of

principal. In connection with the financing, the company proposes to execute a First Amendment to Loan Agreement and a Deed of Trust.

Applicant states that the authority requested is necessary to provide a terminal facility in the Stockton area commensurate with its size of operation and growth in the area. By replacing its present small and inefficient rented terminal with a larger modern terminal, applicant believes it will be better equipped to maintain its service to the public and to provide enlarged service commensurate with the growth of the State.

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; (3) such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; and (4) the proposed First Amendment to Loan Agreement and Deed of Trust will 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:

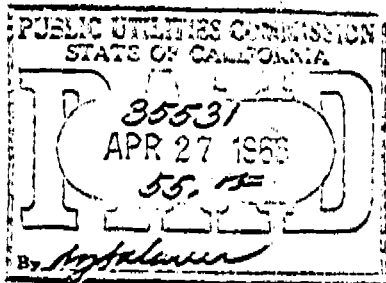
1. Interlines-Blankenship Motor Express, for the purpose specified in this proceeding, may issue a promissory

note in the principal amount of not to exceed \$55,000, and may execute and deliver a First Amendment to Loan Agreement and a Deed of Trust, all in the same form, or in substantially the same form, as those attached to the application.

2. Interlines-Blankenship Motor Express 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 Interlines-Blankenship Motor Express has paid the fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$55.

Dated at San Francisco, California,
this 26th day of APRIL, 1966.



Fredrick B. Holbrook
President
George L. Grover
Attorney
William W. Burnett
Commissioners