

Decision No. 72401

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of SHIPPERS EXPRESS COMPANY, a)
California Corporation, for)
authority to borrow money,)
issue evidence of indebtedness)
and security transaction.)

Application No. 49337
Filed May 2, 1967

O P I N I O N

Shippers Express Company requests authorization from the Commission to execute a Deed of Trust and to issue a note in the principal amount of \$192,000.

Applicant is a California corporation operating as a public utility subject to the jurisdiction of this Commission as a highway common carrier between various points and places in the State. For the twelve months ended December 31, 1966, the company reports operating revenues of \$4,676,436 and net income of \$110,130.

The application shows that the carrier plans to purchase and further improve a truck terminal located in the City of San Jose. Applicant proposes to borrow \$192,000 from Crocker-Citizens National Bank in connection with the purchase and improvement of said property.

As evidence of the proposed indebtedness, applicant seeks authority to issue a promissory note in the principal amount of \$192,000. Said note will be secured by a Deed of Trust

and will be repayable in equal monthly instalments of \$1,450 each, including interest at the rate of 6-1/2% per annum.

The Commission has considered this matter and finds that: (1) the proposed note 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; (3) such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; and (4) the proposed 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. Shippers Express Company, on or after the effective date hereof and on or before September 30, 1967, for the purposes specified in this proceeding, may issue a promissory note in the principal amount of not exceeding \$192,000, repayable in equal monthly installments of \$1,450, including interest at the rate of 6-1/2% per annum.

2. On or after the effective date hereof and on or before September 30, 1967, Shippers Express Company, for the purpose specified herein, may execute a Deed of Trust in the same form, or in substantially the same form, as that attached to the application.

3. Within thirty days after issuing the note herein authorized, Shippers Express Company shall file with the Commission a copy of said note as actually issued.

4. Shippers Express Company 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.

5. This order shall become effective when Shippers Express Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$192.

Dated at San Francisco, California,
this 9th day of MAY, 1967.

[Signature]
President

[Signature]

[Signature]

[Signature]
Commissioners

Commissioner A. W. Catov, being necessarily absent, did not participate in the disposition of this proceeding.

