

**ORIGINAL**

Decision No. 72595

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )  
of SACRAMENTO VALLEY MILLING )  
COMPANY, a Corporation, for an )  
Order authorizing it to execute )  
a Security Agreement and a )  
Continuing Guaranty. )  
\_\_\_\_\_ )

Application No. 49396  
Filed May 23, 1967

O P I N I O N

Sacramento Valley Milling Company requests authorization from the Commission to execute a Security Agreement and a Financing Statement, together with a Continuing Guaranty whereby it will assume liability as guarantor for repayment of indebtedness not exceeding an aggregate sum of \$500,000 at any one time. The proposed documents are related to personal notes to be issued by officers of the company in favor of Wells Fargo Bank.

Applicant is a California corporation engaged primarily in the business of buying and selling certain farm commodities and agricultural products. It also conducts a relatively small amount of public utility warehouse operations in leased facilities located in Glenn and Colusa Counties.

According to the application, all proceeds to be derived from the bank loans will be used in connection with the corporation's business activities. It is reported that funds from the initial borrowings in an aggregate amount of \$300,000 will be applied toward (a) refunding \$148,000 of personal notes payable

on warehouse facilities leased to applicant and (b) advancing \$152,000 to applicant to be used for refunding short-term notes and increasing working capital. It appears that the corporation will issue demand notes with respect to said \$152,000 of advances.

The Commission has considered this matter and finds that the execution and delivery of the documents proposed in this proceeding 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.

It further appears that Exhibit C, attached to the application, pertains to short-term indebtedness of applicant to be guaranteed by said officers. The order herein will require applicant to file with the Commission a copy of the Continuing Guaranty actually executed by the corporation.

O R D E R


IT IS ORDERED that:

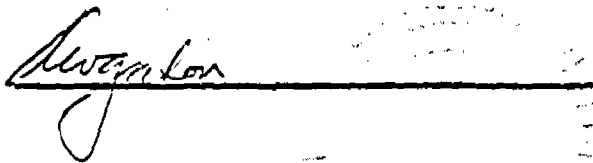
1. Sacramento Valley Milling Company may execute and deliver a Security Agreement and a Financing Statement, and a Continuing Guaranty for assuming liability as guarantor of not exceeding \$500,000 indebtedness at any one time. Said Security Agreement and Financing Statement shall be in the same form, or in substantially the same form, as those attached to the application.

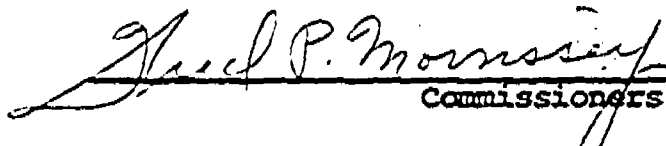
2. Within thirty days after executing the Continuing Guaranty herein authorized, Sacramento Valley Milling Company shall file with the Commission a copy of said document as actually executed.

3. The effective date of this order is the date hereof.

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

  
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President

  
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Commissioners

Commissioner William M. Bennett, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioner William Symons, Jr., being necessarily absent, did not participate in the disposition of this proceeding.