

ORIGINAL

Decision No. 72693

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of:)

STERLING TRANSIT COMPANY, INC.,)
a corporation, for authority to)
issue a promissory note and)
chattel mortgage, pursuant to)
Sections 816-830 and 851-853 of)
the California Public Utilities)
Code)

Application No. 47097
Petition for Modification
Filed June 15, 1967

FIRST SUPPLEMENTAL OPINION

By Decision No. 68311, dated December 9, 1964, in the above-entitled matter, the Commission, among other things, authorized Sterling Transit Company, Inc. to issue a 6% promissory note, or notes, from time to time in an aggregate amount of not exceeding \$600,000 for purposes of consolidating debt and financing the cost of additional equipment.

The company reports that, in order to continue the financing plan, the lender requires an interest rate exceeding 6% per annum at the present time. Therefore, petitioner seeks a modification of said decision so as to authorize an interest rate of not exceeding 7% per annum.

The Commission has considered this Petition for Modification and finds that the requested increase in the interest rate in order to enable petitioner to continue said financing plan will not be adverse to the public interest. On:

the basis of this finding we conclude that the Petition for Modification should be granted. A public hearing is not necessary.

FIRST SUPPLEMENTAL ORDER

IT IS ORDERED that:

1. Decision No. 68311, dated December 9, 1964, is hereby modified so as to permit Sterling Transit Company, Inc. to issue the note, or notes, referred to therein, with interest at a rate of not exceeding 7% per annum.

2. Said Decision No. 68311 shall remain in full force and effect, except as modified by this order.

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

Dated at San Francisco, California, this 6th day of JULY, 1967.

[Signature]
President

[Signature]
William M. Bennett
[Signature]
Commissioners

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