

ORIGINAL

Decision No. 73957

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of)

BLUE & WHITE BUS COMPANY OF)
WATTS, INC., a California)
Corporation,)

For an Order Authorizing the)
Issuance of a Note and a)
Pledge of Stock in Connection)
Therewith.)

Application No. 50092
Filed March 15, 1968

O P I N I O N

Blue & White Bus Company of Watts, Inc. is a California corporation organized on or about December 18, 1967. It operates as a passenger stage corporation primarily in the Southern Central Area of Los Angeles pursuant to certificates of public convenience and necessity acquired from Atkinson Transportation Co. and South Los Angeles Transportation Co. Applicant seeks an order of the Commission authorizing it to issue an evidence of indebtedness in the principal amount of \$160,000 repayable in 96 monthly installments of \$2,102.63. The installments will be applied first to interest at the rate of one-half percent per month and then to principal.

The proposed long-term obligation will be secured by a pledge of applicant's stock. It will be in full payment of a short-term obligation represented by a \$160,000 note issued in favor of said corporations in connection with the purchase of assets.

After consideration the Commission finds that: (1) the proposed evidence of indebtedness is for a proper purpose; (2) the money, property or labor to be procured or paid for by the issue of the evidence of indebtedness herein authorized is reasonably required for the purpose specified herein; and (3) such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income. On the basis of these findings we conclude that the application should be granted. A public hearing is not necessary.

The authorization herein granted is for the purpose of this proceeding only and is not to be construed as indicative of amounts to be included in proceedings for the determination of of just and reasonable rates.

O R D E R

IT IS ORDERED that:

1. Blue & White Bus Company of Watts, Inc., on or after the effective date hereof and on or before June 30, 1968, for the purpose specified in this proceeding, may issue an evidence of indebtedness in the principal amount of not exceeding \$160,000, which document shall include, insofar as applicable, the same, or substantially the same, provisions as those set forth in Exhibit 3 attached to the application.

2. Within thirty days after issuing the evidence of indebtedness herein authorized, Blue & White Bus Company of Watts, Inc. shall file with the Commission a copy thereof as

actually issued, which filing shall be in lieu of a report required by General Order No. 24-B.

3. This order shall become effective when Blue & White Bus Company of Watts, Inc. has paid the fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$160.

Dated at San Francisco, California, this 9th day of APRIL, 1968.

John E. Mitchell
President

William L. Bennett

Augustine

William Lyman Jr.

Jack P. Monsey
Commissioners

