

Decision No. 74069

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)	
of SANTA CLARA COLD STORAGE &)	
FREEZER CO., a California)	Application No. 50164
corporation, for permission to)	Filed April 12, 1968
borrow money and execute Note.)	
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O P I N I O N

Santa Clara Cold Storage & Freezer Co. is a California corporation conducting business as a public utility cold storage warehouseman in the City of Santa Clara. In this proceeding applicant requests authorization from the Commission to issue a \$100,000 note.

The application indicates that the company proposes to purchase food processing machinery and to lease said machinery to a frozen food processor located on applicant's property. In addition to realizing more rental income, the utility expects its warehouse revenues to increase as a result of freezing and storing more products for the processor.

To finance acquisition of the machinery, applicant requests authority to issue a \$100,000 note in favor of Wells Fargo Bank, repayable in equal annual installments on principal of \$10,000 with the remaining balance due on

October 1, 1973. The note will bear interest at the rate of 7-1/2% per annum and will be secured by a previously authorized Deed of Trust.

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; 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.

O R D E R

IT IS ORDERED that:

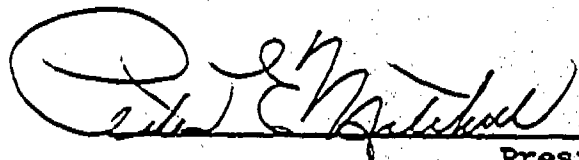
1. On or after the effective date hereof and on or before August 31, 1968, for the purpose specified herein, Santa Clara Cold Storage & Freezer Co. may issue a note in the principal amount of not exceeding \$100,000. Said note shall be in the same form, or in substantially the same form, as that attached to the application.

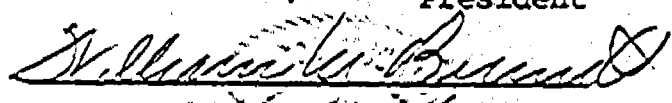
2. Santa Clara Cold Storage & Freezer Co. shall file with the Commission a report, or reports, as required

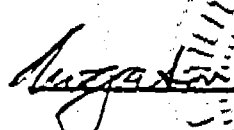
by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.


3. This order shall become effective when Santa Clara Cold Storage & Freezer Co. has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$100.

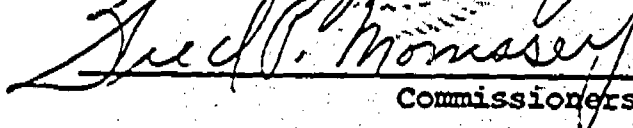
Dated at San Francisco, California,
this 7th day of MAY, 1968.



President








Commissioners

