

ORIGINAL

Decision No. 75211

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
)
 CHESLEY TRANSPORTATION CO., INC)
)
 a corporation, for authority to)
)
 execute a note and security)
)
 agreement.)
 _____)

Application No. 50736 ✓
Filed December 9, 1968
and Amendment
Filed January 2, 1969

O P I N I O N

Chesley Transportation Co., Inc. requests an order of the Commission authorizing it to execute and deliver a Security Agreement, and to issue a note in the principal amount of \$113,239.20..

Applicant is a California corporation operating as a highway common carrier under the jurisdiction of this Commission in various portions of the State. In addition, the company performs motor carrier operations under permits issued by this Commission, and operates under the jurisdiction of the Interstate Commerce Commission. For the first nine months of 1968, the carrier reports operating revenues of \$807,579. As of September 30, 1968, the corporation's reported assets and liabilities, as summarized from Exhibit B attached to the application, are as follows:

Assets

Current assets	\$248,668
Advances to affiliates	61,433
Tangible property less accumulated depreciation	326,351
Other assets	<u>28,305</u>
Total	<u>\$664,757</u>

Liabilities

Current liabilities less current portion of notes and contracts payable	\$135,799
Notes and contracts payable - current portion	121,427
Notes and contracts payable - deferred portion	41,830
Net worth	<u>365,701</u>
Total	<u>\$664,757</u>

The carrier proposes to execute and deliver a Security Agreement, and to issue a Discount Note in favor of Bank of America National Trust and Savings Association in the principal amount of \$113,239.20 repayable in 60 monthly installments of \$1,887.32. Of said principal amount \$22,648.05 represents an add-on interest charge of 5% per annum on a borrowing of \$90,591.15. The proceeds are to be used for repaying a short-term indebtedness incurred for \$36,700 working capital owing to Margaret Chesley Riutcel, and to pay a balance of \$53,891.15 owing on previously authorized indebtedness to Bank of America National Trust and Savings Association.

After consideration the Commission finds that: (1) the proposed note issue 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 in this proceeding; (3) such purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; and (4) the proposed Security Agreement will not be adverse to the public interest. On the basis of these findings we conclude that the

application, as amended, should be granted. A public hearing is not necessary.

O R D E R

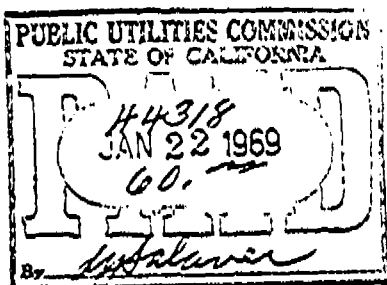
IT IS ORDERED that:

1. Chesley Transportation Co., Inc., on or after the effective date hereof and on or before April 30, 1969, for the purposes specified in this proceeding, may execute and deliver a Security Agreement and may issue a Discount Note in the principal amount of not exceeding \$113,239.20. The documents shall be in the same form, or in substantially the same form, as those attached to the application as Exhibit D.

2. Chesley Transportation Co., Inc. 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 Chesley Transportation Co., Inc. has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$60.

Dated at San Francisco, California, this 21st day of JANUARY, 1969.



Commissioner Thomas Moran, being necessarily absent, did not participate in the disposition of this proceeding.

William S. Lyons, Jr.
President
Arthur
Richard P. Morrison
Michael
Commissioners