

Decision No. 75397

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of:)
)
 G. I. TRUCKING COMPANY,)
)
 a corporation, for authority to)
 issue promissory note and deed of)
 trust, pursuant to Sections 816-830)
 of the California Public Utilities)
 Code.)
 _____)

Application No. 50899
Filed February 17, 1969

O P I N I O N

G. I. Trucking Company requests an order of the Commission authorizing it to issue a \$75,000 note, and to execute and deliver a Deed of Trust.

Applicant is a California corporation operating under the jurisdiction of this Commission as a highway common carrier of general commodities between Santa Maria and San Diego, serving intermediate points. 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 year 1968 the carrier reports total operating revenues and a net profit of \$5,014,441 and \$229,007, respectively. The corporation's assets and liabilities as of December 31, 1968, as summarized from Exhibit B attached to the application, are as follows:

Assets

Current Assets	\$ 800,413
Tangible property less depreciation reserve	2,178,148
Other assets	<u>342,535</u>
Total	<u>\$3,321,096</u>

Liabilities

Current liabilities	\$ 786,352
Long-term debt	1,463,767
Profit sharing plan	80,000
Common stock	118,934
Earned surplus	<u>872,043</u>
Total	<u>\$3,321,096</u>

The carrier proposes to execute and deliver a Deed of Trust, and to issue a note in favor of Bank of America National Trust and Savings Association, Trustee, in the principal amount of \$75,000 repayable two years from date of note with interest at the rate of 7.5% per annum. The lending source is an Employees' Profit Sharing Trust Fund administered by said bank as trustee.

The proceeds of the proposed \$75,000 note issue are to be applied toward the \$103,300 purchase price for approximately ten acres of unimproved real property located in the City of Camarillo. Applicant intends to erect and construct a motor freight terminal facility on the property. The \$28,300 balance of said purchase price is to be paid out of the carrier's operating capital.

After consideration the Commission finds that: (1) the proposed note issue 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; (3) such purpose is not, in whole or in part,

reasonably chargeable to operating expenses or to income; and
(4) the proposed Deed of Trust will not be adverse to the public interest. 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. G. I. Trucking Company, on or after the effective date hereof and on or before June 30, 1969, for the purpose specified in this proceeding, may issue a note in the principal amount of not exceeding \$75,000, and may execute and deliver a Deed of Trust. The documents shall be in the same form, or in substantially the same form, as those attached to the application as Exhibit A.

2. G. I. Trucking Company 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 G. I. Trucking Company has paid the fee prescribed by Section 1904 (b) of the Public Utilities Code, which fee is \$75.

Dated at San Francisco, California, this 11th day of MARCH, 1969.

Augustin
President

Richard P. Morrisey
William W. Brown

Alan M. ...
Commissioners

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

PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
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MAR 11 1969
75.00
By: W. Balmer