

**ORIGINAL**

Decision No. 75809

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application )

of )

CONSOLIDATED FREIGHTWAYS CORPORATION )  
OF DELAWARE, )

) Application No. 51123  
) Filed May 29, 1969

a Delaware corporation, for an order )  
authorizing it to guarantee indebtedness )  
incurred under a credit agreement between )  
Consolidated Freightways, Inc., a Delaware )  
corporation, and Bank of America National )  
Trust and Savings Association. )

O P I N I O N

Consolidated Freightways Corporation of Delaware requests an order of the Commission authorizing it to guarantee not exceeding \$75,000,000 indebtedness of Consolidated Freightways, Inc. under an agreement with Bank of America National Trust and Savings Association.

Applicant is a Delaware corporation engaged in business as a highway common carrier and a petroleum irregular route carrier in the State of California pursuant to certificates of public convenience and necessity granted by this Commission and, among other things, it conducts interstate operations subject to the jurisdiction of the Interstate Commerce Commission. For the year 1968, the

carrier reports gross operating revenues and net income of \$241,534,633 and \$10,485,386, respectively.

Consolidated Freightways, Inc., which owns all of applicant's outstanding capital stock, proposes to enter into said agreement under the terms of which the repayment of sums borrowed thereunder will be guaranteed by subsidiaries including applicant. The proceeds of the loans will be used for general corporate purposes.

After consideration the Commission finds that applicant's proposal to guarantee repayment of indebtedness will not be adverse to the public interest. On the basis of this finding we conclude that the application should be granted. A public hearing is not necessary.

O R D E R

IT IS ORDERED that Consolidated Freightways Corporation of Delaware may assume liability as guarantor of indebtedness of Consolidated Freightways, Inc. in the principal amount of not exceeding \$75,000,000 at any one time outstanding, which indebtedness will be incurred in accordance with a Loan Agreement and an

Agreement and Guaranty in the same form, or in substantially the same form, as those filed in this proceeding as Exhibit A.

The effective date of this order is the date hereof.

Dated at San Francisco, California,  
this 24th day of UNE 1, 1969.

William Lyons  
President

Augusta  
John P. Mousley

John M. ...  
Commissioners