

ORIGINAL

Decision No. 78652

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of)

SWIFT TRANSPORTATION COMPANY,)

a corporation, for authority to)
issue promissory note and to)
execute and deliver deed of)
trust, pursuant to Sections)
816-830 and 851-853 of the)
California Public Utilities Code.)

Application No. 52568
Filed April 20, 1971

O P I N I O N

Swift Transportation Company seeks an order of the Commission authorizing it to execute and deliver a Deed of Trust and to issue a note in the principal amount of \$522,000.

Applicant is a California corporation operating under the jurisdiction of this Commission as a highway common carrier of general commodities in portions of southern California, and as a public utility warehouseman serving a portion of Los Angeles County. In addition, the company operates as a radial highway common carrier under a permit issued by this Commission, and also is subject to Interstate Commerce Commission jurisdiction. For the year 1970, the carrier reports operating revenues and net income of \$2,342,455 and \$140,643, respectively.

The company proposes to construct on its property in Los Angeles County a new truck-high, high density sprinklered tilt-up concrete building of approximately 54,000 square feet.

This building would be used in the course and conduct of its public utility warehouseman operations, and would supersede all existing facility storage space.

The cost of the proposed construction, including paving and landscaping, would be \$298,864. In order to provide funds for such construction, to repay a previously authorized note having an outstanding balance of \$215,743.39 as of March 1, 1971, and to augment its working capital, applicant proposes to borrow \$522,000 from United California Bank.

Said borrowing would be evidenced by a promissory note repayable in monthly installments of \$5,148, including interest at the rate of 8 $\frac{1}{2}$ % per annum, and would be secured by a Deed of Trust.

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 herein, which purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income.
3. The proposed Deed of Trust would not be adverse to the public interest.

On the basis of the foregoing findings we conclude that the application should be granted. A public hearing is not necessary.

O R D E R

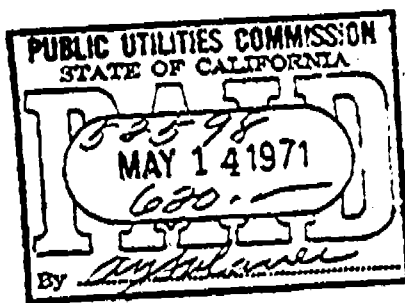
IT IS ORDERED that:

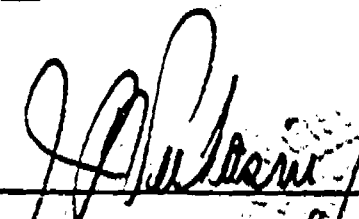

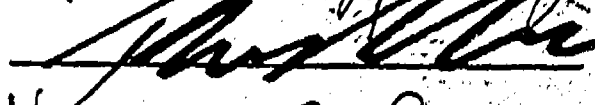

1. Swift Transportation Company, on or after the effective date hereof and on or before August 31, 1971, for the purposes specified in the application, may issue a note in the principal amount of not exceeding \$522,000, and may execute and deliver a Deed of Trust. The documents shall be in the same forms, or in substantially the same forms, as those attached to the application as Exhibits A and B, respectively.

2. Swift Transportation 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 Swift Transportation Company has paid the fee prescribed by Section 1904(b) of the Public Utilities Code.

Dated at San Francisco, California, this 11th day of MAY, 1971.




Chairman


Vernon L. Stinger

Commissioners