

Decision No. 81291**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
 of DREISBACH COLD STORAGE CO., a)
 corporation, for an order)
 authorizing execution of promissory)
 note and deed of trust.)

Application No. 53337
 (Filed February 9, 1973)
 and Amendment
 (Filed March 28, 1973)

O P I N I O N

Dreisbach Cold Storage Co. seeks authority to join with F. M. Dreisbach, F. M. Dreisbach, Jr. and Carol E. Dreisbach in executing a Deed of Trust and issuing a \$230,000 Real Estate Note.

Applicant is a California corporation operating as a public utility warehouseman in the City of Oakland. For the first ten months of 1972 the company reports operating revenues and net income in the respective amounts of \$382,143 and \$37,984. Its balance sheet as of October 31, 1972, a copy of which is attached to the application as part of Exhibit A, shows total assets of \$374,213, offset by current liabilities, other liabilities and common stock equity in the respective amounts of \$136,195, \$19,793 and \$213,225.

The application, as amended, indicates that the proceeds to be derived from the proposed note would be used as follows:

- | | |
|---|-----------|
| 1. Repayment of short-term notes incurred for construction of an additional warehouse - | \$ 90,000 |
| 2. Completion of construction of above warehouse - | 60,000 |
| 3. Purchase of two lift trucks - | 32,000 |
| 4. Purchase and installation of racks for new addition - | 40,000 |

5. Relocation and construction of general and dock offices -	19,000
6. Purchase of two automatic pallet jacks -	5,000
7. Construction of lift truck maintenance shop -	8,000
8. Additional working capital -	<u>26,000</u>
Total	<u>\$280,000</u>

The proposed note would be repayable in monthly installments of \$2,675.90, including interest at the rate of 8% per annum, and would be secured by a proposed Deed of Trust.

After consideration the Commission finds that:

1. The proposed Deed of Trust would not be adverse to the public interest.
2. The proposed note issue is for proper purposes.
3. 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.

On the basis of the foregoing findings we conclude that the application, as amended, should be granted. A public hearing is not necessary. The authorization herein granted is for the purpose of this proceeding only, and is not to be construed as indicative of amounts to be included in proceedings for the determination of just and reasonable rates.

O R D E R

IT IS ORDERED that:

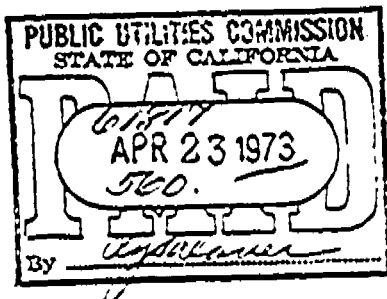
1. Dreisbach Cold Storage Co., on or after the effective date hereof and on or before July 31, 1973, for the purposes

specified in the application, as amended, may join in issuing a note in the principal amount of not exceeding \$280,000 and executing a Deed of Trust. The documents shall be in substantially the same forms as those attached to the application.

2. Dreisbach Cold Storage 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 Dreisbach Cold Storage Co. has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$560.

Dated at San Francisco, California, this 17th day of APRIL, 1973.



William L. Shugart
President
William J. Vukasin, Jr.
Alvin C. ...
...
Commissioners

Commissioner J. P. Vukasin, Jr., being necessarily absent, did not participate in the disposition of this proceeding.