

LAM

Decision No. 83008

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of

WILLIG FREIGHT LINES,
a California corporation,

for authorization to issue
evidence of indebtedness in the
amount of \$485,000.00 and to
create a lien upon real property
to secure such evidence of
indebtedness.

Application No. 54952
(Filed June 10, 1974)

O P I N I O N

Willig Freight Lines seeks authority to execute and deliver a Deed of Trust and to issue a promissory note in the principal amount of \$485,000.

Applicant is a California corporation engaged in business as a highway common carrier of general commodities in various portions of California and as a public utility warehouseman in Santa Rosa. Operations are also conducted under permits issued by this Commission and under Interstate Commerce Commission authority. For the year 1973 it reports operating revenues and net income in the respective amounts of \$12,636,221 and \$607,638.

The application indicates that the company recently acquired partially improved real property in Richmond at a cost of \$296,000, for the purpose of constructing a motor freight terminal thereon. In order to obtain approximately \$370,000 for the construction of the new terminal facility and to

reimburse its treasury for a portion of the moneys expended to purchase said real property, applicant proposes to borrow \$485,000 from Bank of America National Trust and Savings Association. The borrowing would be evidenced by a promissory note repayable in monthly installments of \$5,077.95, including interest at the rate of 9-1/2% 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 would be for proper purposes.
3. The money, property or labor to be procured or paid for by 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 should be granted. A public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. Willig Freight Lines, on or after the effective date hereof and on or before September 30, 1974, for the purposes specified in the application, may execute and deliver a Deed of Trust and may issue a promissory note in the principal amount of not exceeding \$485,000. The documents shall be in substantially the same forms as those attached to the application.

2. Willig Freight Lines shall file with the Commission the reports required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

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3. This order shall become effective when Willig Freight Lines has paid the fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$970.

Dated at San Francisco, California, this 18th day of JUNE, 1974.

James L. Steiner President
William J. Synovis
W. J. Steiner
W. J. Steiner
W. J. Steiner Commissioners

