

Decision 83 10 C25 OCT 5 - 1983

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of VIKING FREIGHT)
SYSTEM, INC. for Approval and)
Authority to Increase and Renew)
Certain Lines of Credit, to Issue)
Promissory Notes, and to Pledge)
Certain Assets as Collateral)
Security Thereunder.)

Application 83-05-34
(Filed May 16, 1983,
(amended May 26, 1983)

ORDER AMENDING DECISION

Viking Freight System, Inc. (Viking), by Decision (D.) 83-08-020 received authority to issue promissory notes and to pledge equipment as collateral security.

The Commission has been informed by letter dated September 8, 1983 from Viking's attorney of certain omissions from D.83-08-020. Viking, therefore, requests that D.83-08-020 be amended.

Page 8 of D.83-08-020 refers to Viking's request for approval of an increase in the Used Non-Revenue Equipment Line of Credit from \$100,000 to \$500,000, to issue promissory notes and pledge any equipment obtained through this line of credits. The language approving the increase was not included in the order. Viking, therefore, requests an order approving the issuance of promissory notes in an aggregate principal amount not to exceed \$500,000.

Page 8 of D.83-08-020 also refers to Viking's purchase of company owned automobiles. The decision states that the interest rate on the purchase of automobiles will be 13% for loans above \$8000 and 13-1/4% for loans less than \$8000. This statement is incomplete. The interest rate will be governed by a floating interest rate, and the interest rates quoted in the decision are the interest rates currently in effect, but there can be no assurance that these rates will not change from time to time. Viking, therefore, requests that an additional sentence be added to that portion of the decision to indicate that the interest rate for each automobile loan will be 1% below the rate then in effect for the Crocker Bank's interest rate on general automobile loans.

The Commission finds that Viking's request for amendment of D.83-08-020 is without controversy. There is no known opposition and no reason to delay granting the authority and changes requested.

O R D E R

IT IS ORDERED that;

1. Viking Freight System, Inc. (Viking) may issue promissory notes in an aggregate principal amount not to exceed \$500,000 in connection with the Used Non-Revenue Equipment Line of Credit.

2. The first paragraph on Page 8 of D.83-08-020 is hereby amended to read as follows:

Viking's attorney informed the Commission's Revenue Requirements Division that the bank's interest rate on the acquisition of automobiles is 14% for loans above \$8,000 and 14-1/2% on loans for less than \$8,000. Viking will, however, pay the bank an interest rate of 13 and 13-1/4% respectively. The interest rate for each automobile loan will be 1% below the rate then in effect for the Crocker Bank's interest rate on general automobile loans.

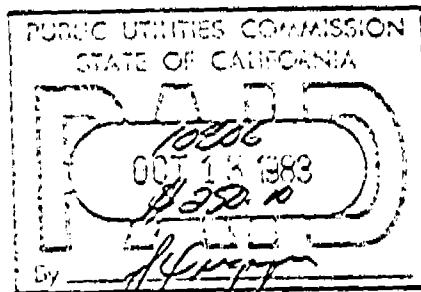
3. The authority granted by this order to issue promissory notes in an aggregate principal amount not to exceed \$500,000 in connection with the Used Non-Revenue Equipment Line of Credit will become effective when Viking pays \$250, the fee set by PU Code 1904(b). In all other respects, this order is effective today, and D.83-08-020 shall remain in full force and effect.

Dated OCT 5 - 1983, in San Francisco, California.

LEONARD M. GRIMES, JR.
President
VICTOR CALVO
PRISCILLA C. GREW
DONALD VIAL
WILLIAM T. BAGLEY
Commissioners

I CERTIFY THAT THIS DECISION
WAS APPROVED BY THE ABOVE
COMMISSIONERS.

Joseph E. Bodovitz
Joseph E. Bodovitz, Executive Director



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RR/JB/AFM/WPSC

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The Commission finds that Viking's request for amendment of D.83-08-020 is without controversy. There is no known opposition and no reason to delay granting the authority and changes requested.

O R D E R

IT IS ORDERED that;

1. Viking Freight System, Inc. (Viking) may issue promissory notes in an aggregate principal amount not to exceed \$500,000 in connection with the Used Non-Revenue Equipment Line of Credit.

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D. 83-05-34

RR/JB/AFM/WPSC

2. The first paragraph on Page 8 of D.83-08-020 is hereby amended to read as follows:

Viking's attorney informed the Commission's Revenue Requirements Division that the bank's interest rate on the acquisition of automobiles is 14% for loans above \$8,000 and 14-1/2% on loans for less than \$8,000. Viking will, however, pay the bank an interest rate of 13 and 13-1/4% respectively. The interest rate for each automobile loan will be 1% below the rate then in effect for the Crocker Bank's interest rate on general automobile loans.

3. The authority granted by this order to issue promissory notes in an aggregate principal amount not to exceed \$500,000 in connection with the Used Non-Revenue Equipment Line of Credit will become effective when Viking pays \$250, the fee set by PU Code 1904(b). In all other respects, this order is effective today, and D.83-08-020 shall remain in full force and effect.

Dated OCT 5 1983, in San Francisco, California.

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WILLIAM T. BAGLEY
Commissioners

