

BEFORE THE  
WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION

WASHINGTON, D. C.

ORDER NO. 211

Served October 17, 1962

IN THE MATTER OF:

Application of D. C. Transit )  
System, Inc., for Permission to ) Application No. 220  
Issue a Promissory Note and Deed )  
of Trust to Secure the Same )

D. C. Transit System, Inc., has filed an application for permission to issue a Promissory Note, to be secured by a Deed of Trust, payable to the order of Massachusetts Mutual Life Insurance Company in the amount of \$3,965,070.69, with interest on the unpaid balance at the rate of six (6) per cent per annum.

Notice of the application was given as prescribed by the Commission. No person has requested a hearing on this matter, and the Commission deems a hearing on this matter to be unnecessary.

The purpose of issuing the Promissory Note is to enable the Company to finance seventy-five (75) new air-conditioned buses, and refinance one-hundred (100) buses received in 1960. Previously, the Commission approved the refinancing of the 100 buses, by Order No. 132 on February 14, 1962, over a period of ten years at a rate of interest of six and one-half per cent (6½%) per annum.

The principal amount of this note is the sum of the unpaid balance of the note approved February 14, 1962, being \$1,475,426.94, and \$2,489,643.75, being the amount necessary to finance the purchase of the 75 new units.

The proposed Promissory Note will be paid over a ten-year period, with an interest rate of six per cent (6%). Therefore, the return of interest on the unpaid balance of the February-approved note is reduced one-half per cent (½%) per annum, and the interest rate on the financing of the new buses is favorable to both the Company and the public.

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The Commission is of the opinion and finds that the issuance of said note and execution of a Deed of Trust as security therefor, is not contrary to the public interest, and that permission should be given authorizing the execution of said note and Deed of Trust.

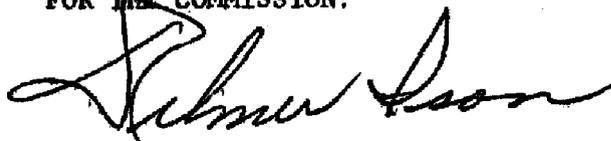
THEREFORE, IT IS ORDERED:

1. That D. C. Transit System, Inc., be, and it is hereby, authorized to issue its note to Massachusetts Mutual Life Insurance Company in the amount of \$3,965,070.69, at a rate of interest not to exceed six (6) per cent per annum, and to execute and deliver as security for said note a Deed of Trust.

2. That upon execution of the Deed of Trust herein authorized, a copy thereof shall be filed with the Commission.

3. That within thirty (30) days after the payment and cancellation of the note and satisfaction of the Deed of Trust, herein authorized, D. C. Transit System, Inc., shall advise the Commission of said payment and cancellation of the Deed of Trust.

FOR THE COMMISSION:

A handwritten signature in cursive script, appearing to read "Delmer Ison".

DELMER ISON  
Executive Director