

BEFORE THE  
WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION  
WASHINGTON, D.C.  
ORDER NO. 405

IN THE MATTER OF:

Application of D. C. Transit System, Inc., for Permission to Issue a Promissory Note and a Deed of Trust to Secure the Same.	)	Served: October 27, 1964
	)	
	)	Application No. 286
	)	
	)	

The D. C. Transit System, Inc., has filed an application for permission to issue a promissory note to Teachers Insurance and Annuity Association of America in the principal sum of Three Million, Five Hundred Thousand Dollars (\$3,500,000), with interest at the rate of six percent (6%) per annum on the unpaid balance for a term of nineteen (19) years, eleven (11) months. The note will be secured by a first deed of trust on a parcel of land containing approximately three hundred seventy thousand, six hundred twenty-four (370,624) square feet of ground, being located between 25th Place and 26th Street and Bladensburg Road, Northwest, District of Columbia, together with improvements thereon, commonly referred to and known as the D. C. Transit System Maintenance Base.

The purpose of the note is to provide the applicant \$1.9 million new financing and \$1.6 million refinancing. The new financing is needed to build an addition on said Maintenance Base, which addition is part of a plan by the applicant to consolidate three small operating divisions into one division, thereby providing efficiencies and economies heretofore not realized. The entire principal also embraces a pre-payment charge, placement fee and other financing costs of approximately Fifty-Five Thousand Dollars (\$55,000).

Notice of the application has been published in a newspaper of general circulation and no one has sought an opportunity for a hearing.

The Commission is of the opinion and finds that the issuance of said note and the execution of the deed of trust as security therefor is not contrary to the public interest and that permission should be granted authorizing the execution of said note and deed of trust.

THEREFORE, IT IS ORDERED:

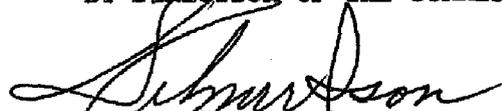
(1) That D. C. Transit System, Inc., be, and it is hereby, authorized to issue its note to the Teachers Insurance and Annuity Association of America in the amount of Three Million Five Hundred Thousand Dollars (\$3,500,000), at a rate of interest not to exceed six percent (6%) per annum, and to execute a first deed of trust on its Maintenance Base as security for said note.

(2) That the approximately Fifty-Five Thousand Dollars (\$55,000) finance costs are to be charged below-the-line as non-operating costs.

(3) That upon execution of the promissory note and the deed of trust herein authorized, copies thereof shall be filed with the Commission.

(4) 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.

BY DIRECTION OF THE COMMISSION:

  
DELMER ISON  
Executive Director