

WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION

WASHINGTON, D. C.

ORDER NO. 1123

IN THE MATTER OF:

Served March 8, 1971

Application of the Alexandria, )  
Barcroft and Washington Transit )  
Company for Permission to Issue )  
Three Promissory Notes and a )  
Chattel Deed of Trust to Secure )  
Same. )

Application No. 674

The Alexandria, Barcroft and Washington Transit Company (A. B. & W.) has filed Application No. 674 for permission to issue four promissory notes to the Alexandria National Bank of Alexandria, Virginia. The first note is in the principal sum of One Hundred Thousand Dollars (\$100,000) bearing interest at the rate of eight percent (8%) per annum; the second note is in the principal sum of One Hundred Thousand Dollars (\$100,000) bearing interest at the rate of eight percent (8%) per annum; the third note is in the principal sum of One Hundred and Ten Thousand Dollars (\$110,000) bearing interest at the rate of eight percent (8%) per annum; and the fourth note is in the principal sum of Two Hundred Thousand Dollars (\$200,000) bearing interest at the rate of six percent (6%) per annum. These notes will be payable in sixty (60) monthly installments.

These notes will be secured by a single Chattel Deed of Trust for Five Hundred and Ten Thousand Dollars (\$510,000) against sixteen (16) new air-conditioned motor coaches having a total cost of Six Hundred Thirty-Six Thousand, One Hundred Seven Dollars and Twenty Cents (\$636,107.20).

A. B. & W. will use the entire proceeds from the securities proposed to be issued for the sole purpose of financing the purchase of sixteen (16) new air-conditioned motor coaches. The difference between the purchase price of these buses and the total proceeds of the notes will be met with cash from A. B. & W.'s cash account.

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

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

THEREFORE, IT IS ORDERED:

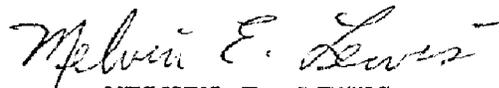
1. That Alexandria, Barcroft and Washington Transit Company be, and it is hereby, authorized to issue four promissory notes to the Alexandria National Bank of Alexandria, Virginia, in the amounts of (a) One Hundred Thousand Dollars (\$100,000) bearing interest at the rate of eight percent (8%) per annum, (b) One Hundred Thousand Dollars (\$100,000) bearing interest at the rate of eight percent (8%) per annum, (c) One Hundred and Ten Thousand Dollars (\$110,000) bearing interest at the rate of eight percent (8%) per annum, and (d) Two Hundred Thousand Dollars (\$200,000) bearing interest at the rate of six percent (6%) per annum, and to execute a Chattel Deed of Trust for Five Hundred and Ten Thousand Dollars (\$510,000) on sixteen (16) new air-conditioned motor coaches as security for the notes.

2. That any costs incurred in connection with subject financing be charged below-the-line as non-operating costs.

3. That upon execution of the promissory notes and the chattel 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 promissory notes and satisfaction of the chattel deed of trust herein authorized, the Alexandria, Barcroft and Washington Transit Company shall so advise the Commission, in writing.

BY DIRECTION OF THE COMMISSION



MELVIN E. LEWIS  
Executive Director