

WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION

WASHINGTON, D. C.

ORDER NO. 1134

IN THE MATTER OF:

Served May 5, 1971

Application of D. C. Transit )  
System, Inc., for Permission ) Application No. 689-  
to Issue a Deed of Trust. )

D. C. Transit System, Inc. (Transit) has filed Application No. 689 for permission to execute a Deed of Trust to the benefit of Teachers Insurance and Annuity Association of America (Teachers) as supplemental security for two existing Conditional Sales Contracts.

The Deed of Trust is to be issued against all land and improvements at Transit's Bladensburg Maintenance Base and Bladensburg Division, said land being known for the purposes of assessment and taxation as Lots 1 and 800 in Square 4281, Lot 803 in Square 4348 and Lot 802 in Square 4350, in the District of Columbia. The Deed of Trust as supplemental security for indebtedness in the amount of \$3,330,231.74 will be subject and subordinate to a first Deed of Trust securing indebtedness in the original principal sum of \$3,800,000.00, and there will be no proceeds from the subordinate Deed of Trust.

The indebtedness secured by the proposed Deed of Trust arises from two Conditional Sales Contracts: one dated November 23, 1964 in the original principal sum of \$3,300,000 covering 100 diesel coaches upon which \$2,008,507.27 remains due and owing; and another dated July 9, 1965 in the original principal sum of \$1,979,823.00 covering 60 diesel coaches upon which \$1,321,724.47 remains due and owing. These Conditional Sales Contracts were between Transit and General Motors Corporation (GMC), and were assigned by GMC to Teachers.

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 proposed Deed of Trust is not contrary to the public interest and that permission should be granted authorizing the execution of said Deed of Trust.

THEREFORE, IT IS ORDERED:

1. That D. C. Transit System, Inc., be, and it is hereby, authorized to execute a Deed of Trust to the benefit of Teachers Insurance and Annuity Association of America as supplemental security for a debt in the amount of \$3,330,231.74 (Three Million Three Hundred Thirty Thousand Two Hundred Thirty-One and 74/100 Dollars).
2. That any costs incurred in connection with subject Deed of Trust be charged below-the-line as non-operating costs.
3. That upon execution of the Deed of Trust herein authorized, a copy thereof shall be filed with the Commission.
4. That within thirty (30) days of the satisfaction of the Deed of Trust herein authorized, D. C. Transit System, Inc., shall so advise the Commission, in writing.

BY DIRECTION OF THE COMMISSION:

  
DOUGLAS N. SCHNEIDER, JR.  
Executive Director