

BEFORE THE  
WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION

WASHINGTON, D.C.

ORDER NO. 389

IN THE MATTER OF:

Served September 21, 1964

Application of W M A Transit )  
Company for Permission to Issue )  
a Promissory Note and Chattel )  
Deeds of Trust to Secure the same.)

Application No. 278

W M A Transit Company has filed an application for permission to issue a promissory note, to be secured by chattel deeds of trust on eighty-six (86) buses payable to the order of Home Life Insurance Company, a New York Corporation, in the principal sum of Six Hundred Fifty Thousand Dollars (\$650,000), with interest at the rate of six percent (6%) per annum on the reducing balance, over a period of ten (10) years.

The purpose of issuing the promissory note is to enable the Company to (1) retire an existing loan on fifteen (15) buses in the amount of Two Hundred Sixty-Nine Thousand, Seven Hundred Ninety-Six Dollars and Eighty-One Cents (\$269,796.81); (2) retire an existing loan on ten (10) buses under lease to the applicant in the amount of Two Hundred Twenty-Nine Thousand, Ninety-Nine Dollars and Sixty-Two Cents (\$229,099.62); (3) retire an existing loan on sixty-one (61) buses in the amount of Sixty Thousand Dollars (\$60,000); and (4) acquire cash in the sum of approximately Ninety-One Thousand Dollars (\$91,000) for general corporate purposes.

The issuance of the note will enable the applicant to refinance loans involving eighty-six (86) buses for a period of ten (10) years partially at the same interest rate, and partially at a lower interest rate than that now being paid. The obligation will be repayable over the ten year period in quarterly installments of Twenty-One Thousand, Seven Hundred Twenty-Seven Dollars and Sixty-Two Cents (\$21,727.62), which payments include principal and interest at the rate of six percent (6%) per annum on the unpaid balance.

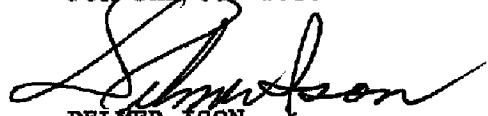
Notice of the application has been published in a newspaper of general circulation and no one has sought an opportunity for a hearing.

The Commission is of the opinion and finds that the issuance of said note and the execution of deeds 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 deeds of trust.

**THEREFORE, IT IS ORDERED:**

1. That W M A Transit Company be, and it is hereby, authorized to issue its note to the Home Life Insurance Company in the amount of Six Hundred Fifty Thousand Dollars (\$650,000), at a rate of interest not to exceed six percent (6%) per annum, and to execute deeds of trust as security for said note;
2. That upon execution of the deeds of trust herein authorized copies thereof shall be filed with the Commission;
3. That thirty (30) days after the payment and cancellation of the note and satisfaction of the deeds of trust herein authorized, W M A Transit Company shall advise the Commission of said payment and cancellation of the deeds of trust.

**FOR THE COMMISSION:**



**DELMER ISON  
Executive Director**