Decision No. /7409

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of PICKWICK STAGES SYSTEM to lease from Shasta Transit Company, and the latter to lease to the former all the operative rights and properties of Shasta Transit Company.

Application No.13170

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BY THE COMMISSION -

## OPINION and ORDER

Shasta Transit Company, a corporation, has petitioned the Railroad Commission for an order authorizing it to lease and sell to Pickwick Stages System, a corporation, operating rights for an automobile service for the transportation of passengers and property between Sacramento and Redding and intermediate points and between Redding and Viola and intermediate points, and Pickwick Stages System, a corporation, has applied for authority to lease and purchase rights, to merge and consolidate them with the rights under which Pickwick Stages System is now operating in the territory served by Shasta Transit Company under daid rights and to hereafter serve the territory under said consolidated rights, the lease and sale to be in accordance with documents attached to the application herein and made a part thereof.

The consideration to be paid for the property involved in said lease is given as \$120,000. Of this sum \$62,300 is named as the value of equipment and \$57,700 is stated as being the value of the intengibles. The lease, which is to run for a period of three years, provides for payments of \$3,333.33 per month with a final payment of \$1 on the exercise of the option to purchase.

The operating rights herein proposed to be leased and sold were granted by the Railroad Commission in accordance with the following record:

Decision No.10710, dated March 5, 1921, and issued on Application No.6391 - operating right for an automobile service as a common carrier of passengers between Sacramento and Redding via Davis, Woodland, Williams, Corning and Red Bluff and intermediate points. No local passengers between Sacramento and Woodland and between Red Bluff and Redding. Operating right granted to W. M. Sanford, J. M. Maurer, F. Governor and Wert Irwin, co-partners.

Decision No.10680, dated July 8, 1922, and issued on Application No.7527 - F. Governor sells his interest to Maurer, Irwin and Sanford, a partnership.

Dodision No.12869, dated November 26, 1923, and issued on Application No.9319 - Fartnership transfers operating right to Shasta Transit Company, a corporation, and company is granted certificate to operate between Red Bluff and Redding as part of Sacramento-Redding service. Stock issue also authorized.

Decision No.12886, dated November 28, 1923, and
Decision No.15882, dated January 20, 1926, both being
issued on Application No.9460 - operating right granted
shasta Transit Company, a corporation, for an automobile
service for the transportation of passongers and express
between Redding and Red Bluff, via Mineral and Viola
(loop service), with limitations as to service between
Red Bluff and Mineral. In Decision No.15882, amended
by elimination of requirements as to service from
points between Redding and Mineral and Redding to points
beyond Mineral and between Mineral and Viola and Red
Bluff.

Decision No.14253, dated November 12, 1924, and issued on Application No.9749 - Shasta Transit Company, a corpor - ation, granted right to transport passengers locally between Davis and Woodland and express matter between Sacramento and Redding, serving Yolo, Zamora, Dunnigan, Arbuckle, Williams, Maxwell, Norman, Willows, Artois, Orland, Corning, Richfield, Proberta, Red Bluff, Cottonwood, Anderson and intermediate points. No express service between Sacramento and Davis, Sacramento and Woodland and Davis and Woodland. Limit of 50 pounds on express packages and transportation of express limited to such matter as may be carried on passenger equipment.

We are of the opinion that this is a matter in which a public hearing is not necessary and that the application should be granted.

IT IS HEREBY ORDERED that the above entitled application be, and the same hereby is granted, subject to the following conditions:

A- That the order herein shall not be construed as in any way authorizing Pickwick Stages System to climinate any of the restrictions heretofore imposed on Shasta Transit Company.

B- The consideration to be paid for the property herein authorized to be transferred shall never be urged before this Commission or any other rate fixing body as a measure of value of said property for rate fixing, or any purpose other than the transfer herein authorized.

C- Applicant Shasta Transit Company shall immediately withdraw tariff of rates and time schedules on file with the Commission covering service, certificate for which is herein authorized to be transferred. Such withdrawal to be in accordance with the provisions of General Order No.51.

D- Applicant Pickwick Stages System shall immediately file, in duplicate, in its own name, tariff of rates and time schedules covering service heretofore given by applicant Shasta Transit Company, which rates and time schedules shall be identical with the rates and time schedules now on file with the Railroad Commission in the name of applicant Shasta Transit Company, or rates and schedules satisfactory in form and substance to the Railroad Commission.

The rights and privileges herein authorized may not be sold, loased, transferred nor assigned, nor service thereunder discontinued, unless the written consent of the Railroad Commission to such sale, lease, transfer, assignment or discontinuance has first been secured.

F- No vehicle may be operated by applicant Pickwick Stages System unless such vehicle is owned by said applicant, or is leased by it under a contract or agreement on a basis satisfactory to the Railroad Commission.

Dated at San Francisco, California, this day of October, 1926.

CULMISSIONERS.