

Motor Transit Company, an automotive passenger stage operator serving Alhambra, has advised the Commission that it is not opposed to the granting of the application. The proposed route has been approved by the Public Service League and by the El Sereno Improvement Association, civic organization interested in the welfare of the territory proposed to be served. The Board of Public Utilities and Transportation of Los Angeles has also approved the application.

Under the circumstances 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.

Pacific Electric Railway Company is hereby placed upon notice that "operative rights" do not constitute a class of property which should be capitalized or used as an element of value in determining reasonable rates. Aside from their purely permissive aspect, they extend to the holder a full or partial monopoly of a class of business over a particular route. This monopoly feature may be changed or destroyed at any time by the state which is not in any respect limited to the number of rights which may be given.

THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA HEREBY DECLARES that public convenience and necessity require the operation by Pacific Electric Railway Company, a corporation, of an automotive passenger stage service between Los Angeles, Alhambra and intermediate points over and along the following route:

Commencing at the intersection of Huntington Drive and Eastern Avenue in the City of Los Angeles, along Eastern Avenue to Templeton Street, along Templeton Street to Lifer Avenue, along Lifer Avenue to Navarro Street, along Navarro Street to Stockbridge Avenue, along Stockbridge Avenue to Templeton Street, along Templeton Street to Commonwealth Avenue, along Commonwealth Avenue to Fremont Avenue in the City of Alhambra, along Fremont Avenue to Concord Avenue, along Concord Avenue to Warwick Avenue, along Warwick Avenue to Templeton Street, along Templeton Street to Eastern Avenue, along Eastern Avenue to Huntington Drive, point of beginning.

IT IS HEREBY ORDERED that a certificate of public convenience and necessity for such a service be, and the same hereby is granted to Pacific Electric Railway Company, a corporation, subject to the following conditions:

1- Applicant shall file its written acceptance of the certificate herein granted within a period of not to exceed ten (10) days from date hereof.

2- Applicant shall file, in duplicate, within a period of not to exceed twenty (20) days from the date hereof, tariff of rates and time schedules, such tariffs of rates and time schedules to be identical with those attached to the amended application herein, or rates and time schedules satisfactory to the Railroad Commission, and shall commence operation of said service within a period of not to exceed thirty (30) days from the date hereof.

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

4- No vehicle may be operated by applicant herein 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.

For all other purposes the effective date of this order shall be twenty days from the date hereof.

Dated at San Francisco, California, this 21st day of June, 1929.

Thomas D. Latta

C. L. Sealey

Leon Whittell

M. J. C.
COMMISSIONERS.