21837Decision No.\_\_\_

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## BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of HUBERT MILLS to sell and transfer, and WINSLOW N. HUMPHRIES to acquire a passenger and light express service operative right between the City of San Diego and Hi-Pass in the County of San Diego, State of California, and intermediate points.

BY THE COMMISSION -

## OPINION and ORDER

Application

No.16080

Hubert Mills has petitioned the Railroad Commission for an order approving the sale and transfer by him to Winslow N. Humphries of an operating right for an automotive service for the transportation of passengers and property between San Diego and Hi-Pass or White Star and intermediate points, and Winslow N. Humphries has petitioned for authority to purchase and acquire said operating right and to hereafter Operate thereunder, the sale and transfer to be in accordance with an agreement, a copy of which, marked Exhibit "A", is attached to the application herein and made a part thereof.

The consideration to be paid for the property herein proposed to be transferred is given as the nominal sum of \$1.00.

The operating right herein proposed to be transferred was granted to Mills by Decision No.20662, issued on Application No.15223, under date of January 9, 1929. Mills was authorized by said decision to transport passengers, baggage and express between San Diego and Hi-Pass or White Star and intermediate points, including the communities of Jamul, Dulzura, Protero, Campo and Warren's Ranch.

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. Winslow N. Humphries 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.

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

1- 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.

2- Applicant Mills shall immediately unite with applicant Humphries in common supplement to the tariffs on file with the Commission covering service given under certificate herein authorized to be transferred, applicant Mills on the one hand withdrawing, and applicant Humphries on the other hand accepting and establishing such tariffs and all effective supplements thereto.

3- Applicant Mills shall immediately withdraw time schedules filed in his name with the Railroad Commission, and applicant Humphries shall immediately file, in duplicate, in his own name time schedules covering service heretofore given by applicant Mills, which time schedules shall be identical with the time schedules now on file with the Railroad Commission in the name of applicant Mills, or time schedules satisfactory to the Railroad Commission.

4- The rights and privileges herein authorized may not be sold, leased, 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.

5- No vehicle may be operated by applicant Humphries unless such vehicle is owned by said applicant or is leased by him under a contract or agreement on a basis satisfactory to the Railroad Commission.

Dated at San Francisco, California, this 2774, day of Monenhor 1929.

COMMISSIONERS.

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