Decision No. 22781 .

EEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of THE GRAY LINE, INC. (San Francisco) to operate its Tour No. 5, Oakland and Berkeley and Piedmont, via San Francisco Bay Air Drome as an optional route.

Application No. 17346.

BY THE COMMISSION:

OPINION

ORIGINAL

THE GRAY LINE, INC., the applicant herein, is at present operating, among others, its Tour No. 5 through San Francisco, Berkeley, Piedmont and Oakland, as more specifically set forth in Exhibit "B" and designated "PRESENT ROUTE". In this application the applicant requests an thority to deviate, at its option, from the present route in the City of Oakland to include the San Francisco Bay Airdrome in the City of Alameda as more specifically set forth in Exhibit "B" as "PROPOSED ROUTE".

Inasmuch as the deviation is of such a slight character and no other carriers will be adversely affected the Commission is of the opinion that a public hearing is not necessary and that the application should be granted.

The Gray Line, Inc., a corporation, is hereby placed upon notice that "operative rights" do not constitute a class of property which may 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 charged or destroyed at any time by the state which is not in any respect limited to the number of rights which may be given.

ORDER THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA HEREBY DECLARES that public convenience and necessity require the optional routing by The Gray Line, Inc., a corporation, of its automotive sightseeing service, deviating, in the City of Oakland, from the regular route of its Tour No. 5 as set forth in the affidavit filed July 29, 1927 by the applicant herein in compliance with General Order No. 76, such optional deviation to be as follows: From Oakland business section to Franklin Street, to 7th Street, to Harrison Street, through the Harrison Street Tube to San Francisco Airdrome returning via Harrison Tube and 5th Street to Broadway to Southern Pacific-Golden Gate Ferries at First and Broadway in the City of Oakland thence via said ferries to San Francisco to 739 Market Street, San Francisco, or upon request to any of the downtown hotels. IT IS HEREBY ORDERED that a certificate of public convenience and necessity for such optional deviation be and it is hereby granted, subject to the following conditions: The applicant herein shall within fifteen (15) days file an acceptance of the certificate herein granted. The applicant herein shall within thirty (30) days file tariffs and time schedules necessary to give effect to the optional deviation of routing herein authorized. 3. The rights and privileges horein 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. -24. 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 is hereby fixed as twenty (20) days from the date hereof.

Dated at San Francisco, California, this 18th day of 1931.