Decision No. 25478.

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of JOE FERRANT, operating under the fictitious name of Airdrome Transport, for a certificate of public convenience and necessity to operate an automotive passenger stage service for the transportation of passengers and their baggage, for compensation as a common carrier, between San Francisco, California, and San Francisco Municipal Airport, Mills Field, San Mateo County, California.

Application No. 18601

BY THE COMMISSION:

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Joe Ferrant has made application to establish automotive service for the transportation of passengers and their baggage between San Francisco and the San Francisco Municipal Airport, Mills Field, San Mateo County, the service to be rendered only to passengers of the airplane transportation companies using the airport.

Applicant is now engaged in similar business between San Francisco and the San Francisco Bay Airdrome at Alameda, Alameda County, by virtue of Decision No. 22534, dated June 13, 1930, on Application No. 16540. Because of the necessity of a transfer of terminal landings by United Air Lines it is now necessary to transport passengers for this airplane company from San Francisco to Mills Field, which has been made one of its terminals, effective Monday December 26, 1932. The only other automotive carrier between termini is Pacific Greyhound Lines, Inc. which has withdrawn protest against the service proposed to be established providing it is limited to passengers between San Francisco and the airport with no intermediate service and only for passengers using airplane service.

This is a matter in which we believe a public hearing is not necessary. The application will be granted.

Joe Ferrant 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. ORDER Joe Ferrant having made application to establish automotive service as a common carrier for compensation for the transportation of passengers and their baggage between San Francisco and San Francisco Municipal Airport, Mills Field. San Mateo County, THE RAIDROLD COMMISSION OF THE STATE OF CALIFORNIA HEREBY DECLARES that public convenience and me cessity require the establishment of the service as set forth in the preceding paragraph over and along the following route: Bay Shore Highway between termini, and IT IS HEREBY ORDERED that a certificate of public convenience and necessity therefor be and the same hereby is granted to Joe Ferrant subject to the following conditions: 1. Applicant shall file his written acceptance of the certificate herein granted within a period of not to exceed fifteen (15) days from date hereof, stipulating in said acceptance that the service to be rendered is only for passengers for airplane transportation to or from Mills Field and not from any point intermediate to San Francisco. 2. Applicant shell file, in triplicate, and make effective within a period of not to exceed thirty (30) days from the date hereof, on not less than one days' notice to the Commission and the public a tariff or tariffs constructed in accordance with the requirements of the Commission's General Orders and containing rates -2and rules which, in volume and effect, shall be identical with the rates and rules shown in the exhibit attached to the application insofar as they conform to the certificate herein granted.

- 3. Applicant shall file, in duplicate, and make effective within a period of not to exceed thirty (30) days from date hereof, on not less than one days notice to the Commission and the public, time schedules covering the service herein authorized, in a form satisfactory to the Railroad Commission.
- 4. 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.
- 5. No vehicle may be operated by applicant herein 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.

For all other purposes the effective date of this order shall be twenty (20) days from the date hereof.

Dated at San Francisco, California, this Le day of Desember 1932.

COMMISSIONERS.