

Devision No. 25984

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of) CHARLES E. SMITH, doing business) under the name and style of ALLISON) AUTO EXPRESS for a certificate of) public convenience and necessity to) operate an automotive transportation) service as a common carrier for the transportation of automobile supplies) and accessories, cigars and tobacco,) radio receiving sets and accessories,] and refrigerators and refrigerator) parts, both electric and gas between) Los Angeles and Long Beach serving) intermediate points including Walnut) Park, South Gate, Lynwood, Watts,) Compton and North Long Beach.

Application No. 18733.

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Rex W. Boston for Applicant.

- R.E. Wedekind for Pacific Electric Railway and Pacific Motor Transport Company, Protestants.
- F.G. Athearn and Douglas Brookman for United Parcel Service Inc. of Los Angeles, Protestant.
- H.W. Hobbs for Southern Pacific Company, Protestant.
- Wallace K. Downey for Motor Freight Terminal Company, Protestant.
- H.P. Merry for Rice Transportation Company, Protestant.
- J.R. Zimmerman for City Transfer & Storage Company, Protestart,
- Martin H. Richards for Richards Trucking and Warehouse Company, Protestant.
- A.F. Zimmorman for Zimmorman Bros. Transfer & Storage Company, Protestant.

BY THE COMMISSION:

$\underline{O P I N I O N}$

Charles E. Smith conducting property transportation between Long Beach and Los Angeles under the name of Allison Auto Express, has made application for a certificate enlarging his operating rights to include certain intermediate points and additional commodities.

Applicant's operation has been conducted as a fast motor service between Los Angeles and Long Beach since April 3, 1920 and since that period has served only the terminals for the transportation of automobile supplies and accessories, and cigars and tobacco. Applicant now proposes to serve the intermediate points of Walnut Park, South Gate, Lynwood, Watts, Compton and North Long Beach (a portion of the City of Long Beach) and corry all the commodities originally authorized and, in addition, radios and refrigerators. An additional demand for rubber goods, N.O.S., was withdrawn by applicant.

A public be aring was conducted by Examiner Kennedy at Los Angeles on May 17, 1933.

Applicant testified that he had a number of requests from shippers and consignees at both terminals for the additional service. Applicant now uses two trucks and makes two round trips daily between termini. In support of his application, applicant presented several witnesses who use his service at the present time between Los Angeles and Long Beach, but it developed from their testimony that applicant also has been serving, for many months, the intermediate points sought in the present application. After these witnesses had testified that service had been maintained to the intermediate points, applicant Smith admitted that for approximately four years he had been transporting such shipments at various rates and that he had only desisted in February 1933 after being legally advised that his operation was without proper authority. Upon this advice he filed the instant application.

It also developed that applicant Smith has been transporting between termini for the Lang Transportation Company,

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Colyear Motor Sales Company and Curtis and Christensen, of Long Beach, on a monthly reduced basis for service in both directions without any such rate having been filed in his tariff, which applicant admitted and oxcused on the ground that he had to meet the competition of an alleged purchasing agency, which operated motor vehicles without certificate from this Commission.

While the witnesses produced by applicant bore testimony to the efficiency of his service and their desire to have him serve intermediate points, the record discloses that there already were four daily services by motor truck to practically all of the points and each giving at least two schedules each way daily. It also shows that the operations are not being conducted profitably nor is the operation of applicant between termini, even with the addition of the earnings by serving intermediates without authority. Many of the witnesses who appeared for applicant testified that they had used the services of the other carriers to intermediate points with satisfaction. There seems to have been no complaint as to the rates charged by any service, except the alleged discrimination favoring three Long Boach shippers, already noted.

The record does not justify the enlargement of rights as sought by applicant, first, for the reason that intermediate points now have more automobile service than they can support with profit to the operators, and second, because if there was room for additional service applicant has disqualified himself by having conducted the operation for a long period, as he admitted, knowing that the same was not authorized by his certificate, and has admitted rate discriminations. The record presents no adequate reason for enlarging the right applicant possesses and thus injuring the other carriers against whom there is apparently no complaint as to the adequacy of service. The application will be deried.

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Charles E. Smith, operating under the name of Allison Auto Express between Los Angeles and Long Beach, having made application for authority to extend his certificate to the intermediate points of Walnut Park, South Cate, Lynwood, Watts, Compton and North Long Beach and to add to the commodities authorized heretofore; the transportation of radio receiving sets and accessories, boxed or crated, and refrigorators and refrigorator parts, electric or gas, boxed or crated, a public hearing having been held, and the matter having been duly submitted,

THE PAILROAD COMMISSION OF THE STATE OF CALIFORNIA HEREBY DECLARES that public convenience and necessity do not require the establishment and operation of the automotive service proposed herein, and

IT IS HEREBY ORDERED that the application be and the same hereby is denied.

Dated at San Francisco, California, this $\frac{24}{24}$ day of ____1933.

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