Decision No. 26679 .

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of PACIFIC ELECTRIC RAILWAY COMPANY, a corporation, and LOS ANGELES RAILWAY CORPORATION, a corporation, for an in lieu certificate for their jointly) operated motor coach lines.



Application No. 18820.

BY THE COMMISSION:

OPINION AND ORDER

Pacific Electric Railway Company and Los Angeles Railway Corporation, operating under the name of Los Angeles Motor Coach Company, on April 14th, 1933, filed their application seeking an in Lieu certificate of public convenience and necessity, covering all automotive passenger operations heretofore authorized by this Commission, together with certain other routes which are operated by virtue of grants issued to applicants by the Board of Public Utilities and Transportation of the City of Los Angeles and which have not previously been certificated by this Commission.

Applicants, under the name of Los Angeles Motor Coach Company, operate an extensive system of motor coach lines, both urban and interurban, in and around the City of Los Angeles. From time to time applicants, operating under the name of Los Angeles Motor Coach Company, have secured from the Commission certificates of public convenience and necessity covering the various bus operations. In this proceeding, the Commission is asked to issue an in lieu certificate covering applicants, entire bus operations to supersede the

various certificates which heretofore have been issued and, in addition, include two routes entirely within the confines of the City of Los Angeles, which have not heretofore been covered with certificates from this Commission. The primary purposes of this in lieu certificate are, first, to set forth in a single decision all of applicants' certificated operations, by routes, to replace the various certificated operations that have been granted by numerous decisions of this Commission, which should be a convenience to all interested parties, and, second, to permit of a consolidation of applicants' routes into one system, which will permit a more elastic system operation and thereby result in a benefit to both applicants and their patrons.

Applicants request that the in lieu certificate sought herein divide the operations into two divisions, namely, an Urban Division and an Interurban Division.

The following tabulation shows the various routes now operated by Los Angeles Motor Coach Company and record of certification, which applicants request be included in the Urban Division.

Motor Coach Route Ar			Certification			
			Application No.	Decision No.	Date of Decision	
Sunset E	Soulevar	d Lin	9	14628 14628	2000 4 20529	7/ 9/28 11/30/28
Wilshire Boulevard Line Crenshaw-Vine-La Brea Line				18210 17187	24929 23433	6/27/32 2/24/31
17	77	#	Ħ	17187	24437	2/ 1/32
Greek Th	" Leatre I	ine.		17187 17483	25527 23828	1/ 9/33 6/26/31
Griffith Park Line				17195 17195	23426° 23554	2/24/31 3/31/31
77	#	#		17195	24905	6/20/32
Vermont-Glendale-Riverside Line Silverlake-Hyperion-Talmadge Line				18204 9 18204	25810 25810	4/10/33 4/10/33

The following lines are operated entirely within the confines of the City of Los Angeles and applicants request that certificate of public convenience and necessity be granted, including

said routes in the Urban Division: Western Avenue Line - Established August 18th, 1923. Commencing at the intersection of Western Avenue and Hollywood Boulevard, south on Western Avenue to Manchester Avenue. Riverside Drive Line - Established February 1st, 1926. Commencing at the intersection of Allesandro Street and Whitmore Avenue, northerly along Allesandro Street to Riverside Drive, southeasterly along Riverside Drive to North Figueroa Street, thence north along North Figueroa Street to San Fernando Road. The Hollywood-Long Beach-San Pedro Line of Los Angeles Motor Coach Company has been authorized by this Commission's Decisions No. 24046. dated September 21st, 1931, No. 24187, dated November 2nd, 1931, No. 24345, dated December 28th, 1931, and No. 24987, dated July 12th, 1932, on Applications Nos. 16607, 16662 and 17562 and applicants request that said line be included in the Interurban Division. No change in routes, restrictions, schedules or rates is proposed. Applicants do not propose to publish fares between points on their Orban Division and points on their Interurban Division. The Board of Public Utilities and Transportation of the City of Los Angeles has signified, in writing, that it has no objection to the granting of this application. It appears that a public hearing is not necessary in this matter and that the application is reasonable and should be granted. Pacific Electric Railway Company and Los Angeles Railway Corporation, operating under the name of the Los Angeles Motor Coach Company, are 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 -3State, 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 and Los Angeles Railway Corporation, operating under the name of Los Angeles Motor Coach Company, of an automotive passenger service for the transportation of passengers in the County of Los Angeles, California, and between termini and intermediate points, as shown by Exhibits "A" and "B," attached hereto and made a part hereof.

IT IS HEREBY ORDERED that a certificate of public convenience and necessity for such a service be and it is hereby granted to Pacific Electric Railway Company and Los Angeles Railway Corporation, operating under the name of Los Angeles Motor Coach Company, and said applicants are hereby authorized to operate said service as a merged, unified and consolidated system, the rights and certificates herein granted to be in lieu of operating rights and certificates heretofore acquired and shown hereinabove and covering operation through the same general territory by Los Angeles Motor Coach Company, which existing rights and certificates are hereby revoked and annulled, subject, however, to the following conditions and not otherwise:

- (1) Applicants shall file their written acceptance of the certificate herein granted within a period of not to exceed fifteen (15) days from the date hereof.
- (2) Applicants shall amend their rate tariffs, rules and time schedules in conformity with the General Orders and rules of this Commission to cover operations not heretofore authorized.
- (3) Applicants are authorized to turn their motor coaches around at the termini of any or all of the routes herein described, or at points where schedules may terminate along said routes, by operating such motor coaches in either direction around the block at the termini of said routes,

or at points where schedules may be so terminated along said routes, and to carry passengers thereon and thereover, provided, however, that such turnaround route shall not encompass more than one square city block or the equivalent of one square city block, at such terminal as traffic regulations of the municipality may require.

- (4) Authority is hereby granted applicants to divert from their regular reestablished routes, either on their regular schedules or on special schedules, for the purpose of transporting bona fide pupils attending an institution of learning between their homes and such institution of learning, provided that such divergence and the schedules therefor shall be filed as are other time schedules and whenever special rates are provided the schedule therefor shall also be filed.
- (5) The rights and privileges herein authorized may not be discontinued, sold, leased, transferred or assigned unless the written consent of the Railroad Commission to such discontinuance, sale, lease transfer or assignment has first been secured.
- (6) No vehicle may be operated by applicants herein unless such vehicle is owned by said applicants or is leased by them under a contract or agreement on a basis satisfactory to the Railroad Commission.

The authority herein granted shall become effective on the date hereof.

Dated at San Francisco, California, this 19th day

Commissioners.

EXHIBIT "A" Description of Routes over which Pacific Electric Railway Company and Los Angeles Railway Corporation, operating under the name of Los Angeles Motor Coach Company, are herein certificated to operate Automotive Passenger Stages. URBAN DIVISION Sunset Boulevard Line. Commencing at the intersection of Sunset Boulevard and Crescent Heights Boulevard, east on Sunset Boulevard to Vermont Avenue, south on Vermont Avenue to First Street, east on First Street and Beverly Boulevard to Rampart Boulevard, south on Rampart Boulevard to 8th Street, east on 8th Street to Olive Street, north on Olive Street to 5th Street, east on 5th Street to Hill Street, south on Hill Street to 8th Street, west on 8th Street to Olive Street. Wilshire Boulevard Line. Commencing at the intersection of Wilshire Boulevard and Second Street, in the City of Santa Monica, south on Second Street, west on Broadway, north on Ocean Avenue, east on Wilshire Boulevard, south on Park View Street (City of Los Angeles), east on Seventh Street, south on Lake Street, east on Eighth Street, north on Olive Street, east on Fifth Street, south on Hill Street, west on Eighth Street to Olive Street. Also from the intersection of Wilshire Boulevard and McCarthy Vista, thence southwesterly on McCarthy Vista to San Vicente Boulevard. Also from the intersection of Wilshire Boulevard and Westwood Boulevard, north on Westwood Boulevard to the University of California at Los Angeles entrance. Restriction - No passengers shall be transported locally in the territory between the intersection of Federal Avenue and Wilshire Boulevard and the intersection of Broadway and Ocean Avenue. Crenshaw-Vino-La Brea Line. Commencing at the intersection of Adams Street and La Brea Avenue, north on La Brea Avenue, east on Hollywood Boulevard, south on Vine Street and Rossmore Avenue, east on Wilshire Boulevard, south on Crenshaw Boulevard to 54th Street. Greek Theatre Line. From the intersection of Vermont Avenue and Monroe Street, north on Vermont Avenue and Vermont Canyon Road to entrance of Greek Theatre. Griffith Park Line. Commencing at the intersection of Monroe Street and Vermont Avenue, north on Vermont Avenue to Los Feliz Boulevard, east on Los Feliz Boulevard to Griffith Park roads, thence northerly on Griffith Park roads to Griffith Park Field House. -6-

Vermont-Glendale-Riverside Line.

From the intersection of Vermont Avenue and Monroe Street, north on Vermont, east on Los Feliz Boulevard, southeast on Rowena Avenue and Griffith Park Boulevard, north on St. George Street, east on Rowena Avenue, southeast on Glendale Boulevard, north on Allesandro Street, southeast on Riverside Drive, east on North Figueroa Street to San Fernando Road.

Silver Lake-Hyperion-Talmadge Line.

From the intersection of Sunset Boulevard and Hillhurst Avenue, north on Hillhurst Avenue, east on Price Street, south on Talmadge Street, west on Sunset Drive and Sunset Boulevard to Virgil Avenue, south on Virgil Avenue, east on Fountain Avenue, southeast on Sunset Boulevard, north on Sanborn Avenue, east on Fountain Avenue, north on Hyperion Avenue, northwest on Tracy Street, north on St. George Street, east on Griffith Park Boulevard, north on Hyperion Avenue, east on Rowens Avenue, south on West Silverlake Boulevard, Silverlake Boulevard, Parkman Avenue and Silverlake Boulevard, southwest on John Street, south on Hoover Street, west on Temple Street and on Beverly Boulevard to Vermont Avenue.

Western Avenue Line.

Commencing at the intersection of Western Avenue and Hollywood Boulevard, south on Western Avenue to Manchester Avenue.

EXHIBIT "B" Description of Routes over which Pacific Electric Railway Company and Los Angeles Railway Corporation, operating under the name of the Los Angeles Motor Coach Company, are herein certificated to operate Automotive Passenger. Stages. INTERURBAN DIVISION Hollywood-Long Beach-San Pedro Line. Commencing at the Hollywood Union Bus Terminal, 1629 Cahuenga Avenue, in the City of Los Angeles, south on Cahuenga Avenue to Sunset Boulevard, east on Sunset Boulevard to Western Avenue, south on Western Avenue to Santa Barbara Avenue, east on Santa Barbara Avenue to Main Street, south on Main Street to 120th Street, west on 120th Street to Broadway, south on Broadway, Main Street, and Wilmington Road to "B" Street, west on "B" Street to Wilmington and San Pedro Road, thence along Wilmington and San Pedro Road to Pacific Avenue, south on Pacific Avenue to Fifth Street, east on Fifth Street to Front Street. Also from the intersection of Santa Barbara Avenue and Western Avenue, south on Western Avenue to El Prado, westerly along El Prado to Cabrillo Street, southerly on Cabrillo Street to Carson Street, east on Carson Street to Alameda Street, south on Alameda Street to Willow Street, east on Willow Street to Santa Fe Avenue (formerly Perris Road), south on Santa Fe Avenue to Anaheim Street, east on Anaheim Street to Pacific Avenue, south on Pacific Avenue to Ocean Avenue, east on Ocean Avenue to alley located between Locust and American Avenues, north along said alley to Motor Transit Company Station on First Street, in the City of Long Beach. Also from the intersection of Wilmington Boulevard and Anaheim Street, east on Anaheim Street to Santa Fe Avenue. Also from the intersection of Anaheim Street and Avalon Boulevard, south on Avalon Boulevard to Water Street, thence along Water Street and Pier "A" Street, thence northerly on Harbor Boulevard to "B" Street, west on "B" Street to Wilmington and San Pedro Road. Also from the intersection of Water Street and Fries Avenue, north on Fries Avenue to "B" Street. Also from the intersection of Avalon Boulevard and "B" Street, west on "B" Street to Harbor Boulevard (Neptune Street). Restriction - No passengers shall be transported lo-cally between the intersection of Manchester Avenue and Main Street and the intersection of 120th and Main Streets, or between the corner of Main Street and Lomita Boulevard (formerly Reyes ("S") Street) and Pacific Steamship docks, or Fifth and Front Streets, San Pedro, or Long Beach (Union Bus Terminal) or from or to points east of Long Beach City Limits to or from points in the City Of Torrance between the intersection of Western Avenue and Carson Street and the Intersection of 208th Street and Western Avenue. -8-