Decision No. 26340 .

BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALLFORNIA

STEPHEN G. MARTINELLI, LEASK MARTINELLI and ANNA M. DONDERO, co-pertners, doing business under the fictitious name and style of S. MARTINELLI & COMPANY,

Complainants,

Case No. 3631.

vs.

COOK-MCFARLAND COMPANY, a corporation,

Defendant.



Wallace K. Downey, for complainant. T. D. Taggart, for defendant.

BY THE COMMISSION:

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<u>O P I N I C N</u>

This is an aftermath of <u>Re Allen Brothers</u>, <u>Inc. et el.</u>, 37 C.R.C. 747, wherein the Commission found that various warehousemen in Los Angeles and vicinity, including this defendant, had been departing from their published tariffs and ordered them to collect all undercharges. Compleinant, one of the customers of defendant which has been charged off-tariff rates, now claims that the tariff rates were unreasonable to the extent they exceeded those actually paid and asks the Commission to authorize the waiving of the undercharges.

A public hearing was held at Los Angelas before Examiner Kennedy September 8, 1933, and the case submitted.

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The facts developed in the record may be summarized briefly as follows:

Compleiment stored in defendant's warehouse numerous lots of apple cider and vinegar in containers of 13 different sizes, ranging from .61 to 6.5 cubic feet and weighing from 24 to 237 pounds. On the 11 smaller sizes defendant assessed and compleiment paid charges at rates of 14x per container, and on the two larger ones at 3 and 8 cents per container. The charges lawfully applicable were 2x on the smaller sizes and 4x and 8x respectively on the larger sizes. Those now in effect are published in California Warehouse Tariff Bureau Tariff 7-B, C.R.C. No. 57, and are substantially of the volume of those originally collected.

Complainant alleges that prior to the time these undercharge bills were presented, defendent did not disclose that the charges assessed were not in accordance with the filed tariff, and that they have been regularly applied since these commodities were first stored prior to the time warehousemen were subject to the Commission's jurisdiction. It also testified that its profits on this merchandise scarcely exceed the additional charges now sought to be collected. Provision for storage at lower rates, it contends, could have been made at private warehouses, although it admits that the facilities there available would not be entirely comparable.

Defendant did not attempt to justify rates in excess of those now in effect. In fact it admits that the present rates would have been fair during the period here involved.

We consider this a border-line case. The fact however that rates of the volume of those assessed on complainant's merchandise were applied prior to the time warehousemen were required

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to file tariffs with this Commission, that they have been applied continuously since, and that they are of substantially the same volume as those now in effect, together with defendant's admission, leads us to the conclusion that the applicable charges were unreasonable to the extent they exceeded those now in effect. Defendant will be authorized to waive collection of the charges outstanding in excess of those that would have accrued on basis of the rates now in effect.

ORDER

This case having been duly heard and submitted,

IT IS HEREEY ORDERED that defendant Cook-McFarland Company be and it is hereby ordered to cease and desist from demanding from complainant Stephen G. Martinelli, Leask Martinelli and Anna M. Dondero, co-partmers doing business under the fictitious name and style of S. Martinelli & Company, charges for the storage of the lots of apple cider and vinegar involved in this case in excess of those herein found measonable.

IT IS HEREBY FURTHER ORDERED that defendant Cook-McFarland Company be and it is hereby authorized and directed to waive collection of the existing storage charges on complainant's merchandise involved in this case.

Dated at San Francisco, California, this ______ day of September, 1933.

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commissioners.

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IT IS HEREBY FURTHER ORDERED that defendant Cook-McFarland Company be and it is hereby authorized and directed to waive collection of the existing storage charges on complainant's merchandise involved in this case.

Dated at San Francisco, California, this _____ day of September, 1933.

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Commissioners.