

November 10, 1936, will make possible a saving in mileage, a saving in schedule time, and will reduce wear on equipment through the elimination of railroad crossing stops.

This appears to be a matter in which a public hearing is unnecessary. The application will be granted.

Pacific Greyhound Lines, Inc. 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.

O R D E R

THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA
HEREBY DECLARES that public convenience and necessity require the operation by Pacific Greyhound Lines, Inc. of an automotive service for the transportation of passengers, baggage and express as a common carrier between Morrow Cove Junction and Cordelia Junction and all intermediate points via State Route No. 7, known as the New American Canyon Cut-off, and between Vallejo and East Vallejo via Georgia Street in the city of Vallejo not as a separate operating right but as an extension and enlargement of its existing rights consolidated therewith and subject to the following restrictions.

1. The route between Morrow Cove Junction to be used as an optional route for second and other schedules, no regular scheduled service being established except as traffic demands warrant.

2. In the handling of express no single package shall be accepted for shipment that weighs in excess of one hundred (100) pounds, and all express must be transported on passenger vehicles only, except as to property transported for or through the agency of Railway Express Agency, Inc., and milk and cream and empty containers of such commodities when being transported to or from a rail junction point in connection with rail transportation thereof, to which said restrictions as to weight and vehicles shall not apply.

IT IS HEREBY ORDERED that a certificate of public convenience and necessity therefor be, and the same is, hereby granted to Pacific Greyhound Lines, Inc., subject to the following conditions:

1. Applicant shall file a written acceptance of the certificate herein granted within a period of not to exceed fifteen (15) days from date hereof.
2. Applicant shall commence the service herein authorized within a period of not to exceed thirty (30) days from the effective date hereof, and shall file in triplicate and concurrently make effective on not less than ten days' notice to the Railroad Commission and the public a tariff or tariffs constructed in accordance with the requirements of the Commission's General Orders and containing rates and rules which in volume and effect, shall be identical with the rates and rules shown in the exhibit attached to the application in so far as they conform to the certificate herein granted, or rates and rules satisfactory to the Railroad Commission.
3. Applicant shall file, in duplicate, and make effective within a period of not to exceed thirty (30) days after the effective date of this order, on not less than five days' notice to the Railroad 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 obtained.
5. No vehicle may be operated by applicant herein unless such vehicle is owned by said applicant or is leased by applicant under a contract or agreement on a basis satisfactory to the Railroad Commission.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 2^d day of

November, 1936.

M B Lewis

Leon Whittell

M J Chin

Malcolm Maclean

James R. Adams

COMMISSIONERS