JB Decision No. 29341 BEFORE THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA In the Matter of the Application of Guy C. Lyons, doing business under the fictitious firm name and style of the Highland Transportation Company, for certificate of public convenience and necessity to extend and operate automotive passenger Application stage service from Atlantic Avenue No. 20884 and Compton Boulevard to the inter-section of Paramount Boulevard and Flower Avenue (Hynes), and intermediate points to the intersection of Downey Boulevard and Third Street (Downey). BY THE COMMISSION: <u>opinion</u> By this application Guy C. Lyons, operating under the name and style of Highland Transportation Company seeks a certificate of public convenience and necessity for the automotive transportation of passengers as a common carrier from Atlantic Avenue and Compton Boulevard to the intersection of Paramount Boulevard and Flower Avenue (Hynes) and intermediate points to the intersection of Downey Boulevard and Third Street (Downey) as an extension and enlargement of his present certificated right known as the Main-Atlantic Line operating between Main Street and Atlantic Avenue thence westerly on Main to Compton Avenue, northerly on Compton to Orange, easterly on Orange to Wilmington Avenue, southerly on Wilmington to Main, easterly on Main to Atlantic. Applicant alleges that the proposed extension of his line will provide more adequate transportation facilities for an area including the County Farm not now directly served. Pacific Electric Railway Company and Motor Transit Company have advised the Commission that they will not oppose the granting of the application. l.

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

Guy C. Lyons 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

THE RAILROAD COMMISSION OF THE STATE OF CALIFORNIA HEREBY DECLARES that public convenience and necessity require the operation by Guy C. Lyons of an automotive service for the common carrier transportation of passengers as an extension and enlargement of his present operating right over and along the following route:

Atlantic Avenue in an Easterly direction via Compton Boulevard to Paramount Boulevard, thence Southerly via Paramount Boulevard to the intersection of said boulevard with Flower Avenue (being the Long Beach City limits at which point a bus connection may be made to all parts of Long Beach), thence in a Northerly direction via Paramount Boulevard to Consuelo Street (the Western entrance to Hondo, County Farm), thence in a Westerly direction via Consuelo Street through parkway and in front of the administration building of the County Farm, thence in Northeasterly direction through parkway to Eucalyptus Street and in Northerly direction to Imperial Highway, thence in an Easterly direction via Imperial Highway to Paramount Boulevard, thence in a Northerly direction via Paramount Boulevard to Firestone Boulevard to Downey Boulevard, thence in a Northerly direction via Boulevard to Third Street.

IT IS HEREBY ORDERED that a certificate of public convenience and necessity therefor be, and the same is, hereby granted to Guy C. Lyons, eperating under the fictitious name and style of Highland Transportation Company, 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.

For all other purposes the effective date of this order shall be ten (10) days from the date hereof.

Dated at San Francisco, California, this Zill day of December, 1936.

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