67 Supp.A 19 AFA:MM P.I of 3



Decision No. 38958

BEFORE THE RAILRCAD COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the LOS ANGELES TRANSIT LINES

for an in lieu certificate for its motor coach lines. SIXTY-SEVENTH SUPPLEMENTAL APFLICATION NO: 19179 (Establishment of East Washington Motor Coach Line No. 34). T.A.

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

In the above-numbered application Los Angeles Transit Lines seek authority to establish a new motor coach route along Washington Boulevard in the easterly section of the City of Los Angeles: For a number of years Washington Boulevard was not open to public use and travel east of Soto Street, but has now been improved and substantial industrial development has taken place in the area. No public transportation service is available for workers desiring to travel to and from these plants, and the institution of the service as proposed herein will, through transfer connections, enable these workers to reach any part of the city presently served by Los Angeles Transit Lines. Initially, morning and evening peak-hour service is proposed, and such service can be provided by the use of a single unit of equipment.

Due consideration of the matters involved herein lead as to the conclusion that the establishment of the service as proposed is in the public interest and will afford a more adequate transportation service to the public. The application will, therefore, be granted. It does not appear that a public hearing is necessary.

Los Angeles Transit Lines is hereby placed upon notice that operative rights, as such, do not constitute a class of property which may be capitalized or used as an element of value in rato-fixing for

-i-

67th Supp. A 9179 AFA:MM P.2 of 3

any amount of money in excess of that originally paid to the State as the consideration for the grant of such rights. 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. The 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.

## <u><u><u>O</u>RDER</u></u>

Application having been made in the above-entitled matter and the Commission having found that public convenience and necessity so require,

## IT IS ORDERED as follows:

(1) That a cortificate of public convenience and necessity be, and it hereby is, granted to Los Angeles Transit Lines, a corporation, authorizing the establishment and operation of a service as a passenger stage corporation, as defined in Section 2½ of the Public Utilities Act, for the transportation of persons along Olympic Boulevard and Washington Boulevard between Sote Street and Wilma Avenue and intermediate points.

(2) That in providing service pursuant to the certificate herein granted, the following service regulations shall be complied with:

- (a) Applicant shall file a written acceptance of the certificate herein granted within a period of not to exceed thirty (30) days from the effective date hereof.
- (b) Applicant shall, within sixty (60) days from the effective date hereof and upon not less than one (1) day's notice to the Commission and the public, establish the service herein authorized and comply with the provisions of General Order No. 79 and Part IV of General Order No. 93-A by filing, in triplicate, and concurrently making effective, tariffs and time schedules satisfactory to the Commission.

-2-

May

(c) Subject to the authority of this Commission to change or modify such at any time, Los Angeles Transit Lines, a corporation, shall conduct said passenger stage operation over and along the following described route:

Commencing at the intersection of Olympic Boulevard and Soto Street, thence via Olympic Boulevard, Grande Vista Avenue and East Washington Boulevard to the intersection of East Washington Boulevard and Atlantic Boulevard; return via reverse of the above.

Applicant is authorized to turn its motor vehicles at termini and intermediate points, in either direction, at intersections of streets or by operating around a block contiguous to such intersection, or in accordance with local traffic rules.

IT IS FURTHER ORDERED that in operation of the service as authorized herein, it shall be consolidated with and considered part of the in lieu certificate granted by Decision No. 27052, and decisions supplemental thereto in this proceeding.

> The effective date of this order shall be the date hereor. Dated at San Francisco California, this 144 day of (, 1946.

0

Commissioners

-3-