A-20520 SJ

# Decision No. 12429

## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the Walkup Drayage and Warehouse Company, for authorization to transport for compensation or hire over the public highways in the City and County of San Francisco certain commodities listed in the application.

Application No. 20520

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## Appearances

Douglas Brookman, for Walkup Drayage and Warehouse Company. James L. Roney, for S & W Fine Foods, Inc., and W. R. Donovan, for C & H Sugar Refining Corporation, interested partics.

## FOURTH SUPPLEMENTAL OPINION AND ORDER.

Applicant is a city carrier. Decision No. 29905 of June 28, 1937, as amended, in this proceeding, authorized it to transport certain property within San Francisco at rates less than the established minimum rates. The matter was reopened for the purpose of reviewing the authority in question in the light of present circumstances and conditions and of determining what changes, if any, should be made therein.

A public hearing was had at San Francisco before Convissioner Potter and Examiner Jacopi.

The transportation involved embraces various commodities in specified minimum quantities per year. The outstanding authority

The commodities and the minima applicable in connection therewith atc set forth in Appendix "A" hereof.

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was granted upon a showing that rates less than the minimum rates were justified by lower costs resulting from unusually favorable conditions surrounding the transportation, and that rates higher than those sought would divert the traffic to proprietary operations. The authority and the rates involved have not been reviewed for several years. In the meantime, various upward adjustments reflecting increased operating costs have been made in the minimum rates applicable to the transportation of property within San Francisco.

Evidence was offered at the further hearing through applicant's vice-president. The witness asserted that, except for increases experienced in the cost of performing the services, there had been no adverse change in the conditions surrounding the transportation. The increased costs, he said, were comparable to those experienced by applicant in connection with drayage services performed in San Francisco under the minimum rates established therefor. The witness asserted that applicant had offset the increases in expenses involved in the services performed under the outstanding authority by means of upward adjustments of the authorized rates. These adjustments, he said, were made from time to time in the same amounts as the various increases in the established minimum rates authorized by the Commission since the authority was granted. With respect to the other conditions surrounding the transportation, the witness asserted that the volume of traffic transported had increased substantially and that load and use factors had constantly been more favorable than they were originally.

The vice-president testified that operations under the authorized rates as adjusted by applicant had been compensatory and that they may reasonably be expected to continue to permit operations to be conducted on a compensatory basis. He requested that

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the rates provided in the existing authority be modified to reflect the increases heretofore authorized in the San Francisco drayage rates, and that, as so modified, the authority be continued in effect. He alleged that the traffic would be diverted to proprietary operations in the event that the authority was abrogated.

No one opposed the continuance of the authority to deviate from the established minimum rates on the basis proposed by applicant.

It appears from the record that the rates heretofore authorized in Decision No. 29905, as amended, supra, should be modified as proposed. Because the conditions under which the rates in question are observed may change at any time, the authority will be limited to a period of one year and made subject to earlier cancellation, change or extension.

Therefore, good cause appearing,

IT IS HEREBY ORDERED that Walkup Drayage and Warehouse Company, be and it is hereby authorized to transport property as described in and subject to the conditions set forth in Appendix "A" attached hereto and by this reference made a part hereof, between points within the City and County of San Francisco, at rates less than the minimum rates established for such transportation but not less than the rates shown in said Appendix "A"; and that this authority shall supersede that previously granted by Decision No. 29905 of June 28, 1937, as amended, in this proceeding.

IT IS HEREBY FURTHER ORDERED that the authority herein granted shall expire one (1) year from the effective date of this order, unless sooner cancelled, changed or extended by the Commission.

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This order shall become effective twenty (20) days after the date hereof.

Dated at San Francisco, California, this  $\frac{18}{18}$  day of January, 1949.

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APPENDIX "A"

## <u>Item 1</u>

Cereal Products, Feed and Flour transported for flour mills in quantities of not less than 8,000 tons per calendar year:

Inhaul to public warehouses City deliveries, shipping and returned city deliveries

#### <u>Item 2</u>

Flour transported for bakeries in quantities of not less than 50,000 barrels per calendar year:

#### Inhaul

### \*\$ .15 per barrel

**G1.05** per ton

\* 2.66 per ton

### Item 3

Commodities transported for wholesale procery houses in quantities of not less than 24,000 tons per calendar year:

Not Otherwise Specified: (Weight of Shipment)

500 pounds and under Over 500 pounds to 1,200 pounds Over 1,200 pounds to 2,000 pounds Over 2,000 pounds	<pre>\$ .56 per shipment .77 per shipment 1.26 per shipment 1.26 per ton</pre>
Shipping:	
(Weight of Shipment)	· · · · · · · · · · · · · · · · · · ·

400 pounds and under	\$ .42 per shipment
Over 400 pounds to 1,000 pounds	.63 per shipment
Over 1,000 pounds to 1,500 pounds	.91 per shipment
Over 1,500 pounds to 2,000 pounds	1.26 per shipment
Over 2,000 pounds	1.26 per ton
City Deliveries	*\$2.73 per ton

Item 4

Newsprint Paper, in rolls, transported for publishers in quantities of not less than 35,000 tons per calendar year:

\*\$ .84 per ton

<u>Item 5</u>

Sugar transported for refineries in quantities of not less than 60,000 tons per calendar year:

Between docks, piers, or wharves on the San Francisco waterfront on the one hand and points in Zone 1 on the other \$.91 per ton Between points in Zone 1 except as otherwise provided herein 1.26 per ton Minimum charge .77 per shipment

Except as otherwise provided herein, rates and charges named in this appendix are subject to the rules and regulations provided in City Carriers' Tariff No. 1-A (Appendix "A" of Decision No. 41363, as amended, in Case No. 4084).

\*Not subject to the provisions of Item No. 60 series of said City Carriers' Tariff No. 1-A with respect to tailgate loading and tailgate unloading.