

ORIGINAL

Decision No. 44256

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
CITIES FUEL CORPORATION, a corporation,)
for a certificate of public convenience)
and necessity to operate service as a)
petroleum irregular route carrier over)
all public highways and between all)
points and places in the State of Cali-)
fornia, with certain exceptions.)

Application No. 31221

O P I N I O N

Applicant herein requests a certificate of public convenience and necessity to operate as a petroleum irregular route carrier throughout the State for the transportation of petroleum and petroleum products in tank trucks and tank trailers, pursuant to the provisions of Section 50-3/4 of the Public Utilities Act, as amended by Statutes 1949, Chapter 1399.

The amendment referred to provides, among other things, that in the event a petroleum irregular route carrier was on September 1, 1949, and thereafter operating under a permit as a radial highway common carrier, and shall file an application within 180 days after the amendment takes effect, the Commission shall issue a certificate of public convenience and necessity without further proceedings, and such certificate shall authorize the carrier to engage in such operations as it was authorized to conduct on September 1, 1949.

Applicant alleges in its verified application that on September 1, 1949, and continuously thereafter it was a petroleum irregular route carrier operating under a permit issued by this

Commission as a radial highway common carrier. The application was filed within 180 days after said amendment became effective.

By Decision No. 42623, dated March 15, 1949, this applicant was granted a certificate as a highway common carrier for the transportation of liquefied petroleum gases in all their forms, including butane, propane, isopropyl, normal butane, natural gasoline, and casinghead gasoline, upon and along the following described routes, including all intermediate points, with the right to make lateral departures therefrom within a radius of fifty (50) miles of said routes:

1. U. S. 99, 99-E, and 99-W between Los Angeles and Redding;
2. U. S. 101 between Santa Ana and Crescent City;
3. U. S. 50 between Oakland and the California-Nevada State Line;
4. U. S. 40 between San Francisco and the California-Nevada State Line;
5. U. S. 466 between Famoso and Atascadero;
6. U. S. 466 between Bakersfield and Mojave;
7. State Highway 6 and U. S. 395 between Mojave and Bridgeport;
8. State Highway 33 between Taft and Los Banos;
9. State Highway 152 between Califa and Gilroy.

A public hearing does not appear to be necessary.

Upon the facts set forth hereinabove, we find that public convenience and necessity require that Cities Fuel Corporation establish and operate services as a petroleum irregular route carrier to the extent set forth in the ensuing order.

Cities Fuel Corporation 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 rate-fixing for 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. 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

Application as above entitled having been filed and the Commission having found that public convenience and necessity so require,

IT IS ORDERED:

(1) That a certificate of public convenience and necessity be and it is hereby granted to Cities Fuel Corporation authorizing the establishment and operation of a service as a petroleum irregular route carrier, as defined in Section 2-3/4 of the Public Utilities Act, for the transportation of (a) liquefied petroleum gases in all their forms, including butane, propane, isopropyl, normal butane, natural gasoline, and casinghead gasoline, between all points and places in the State of California, except the points and places now authorized to be served by it as a highway common carrier pursuant to Decision No. 42623, dated March 15, 1949, and (b) all other petroleum and petroleum products in tank trucks and tank trailers between all points and places within the State of California.

(2) That in providing service pursuant to the certificate herein granted, applicant shall comply with and observe the following service regulations:

- a. Applicant shall file a written acceptance of the certificate herein granted within a period of not to exceed thirty (30) days after the effective date hereof.

- b. Within sixty (60) days after the effective date hereof and on not less than five (5) days' notice to the Commission and the public, applicant shall establish the service herein authorized and comply with the provisions of General Order No. 80 and Part IV of General Order No. 93-A, by filing in triplicate and concurrently making effective, appropriate tariffs and time tables.

The effective date of this order shall be twenty (20) days after the date hereof.

Dated at San Francisco, California, this 26th day of May, 1950.

[Signature]
Justus J. Casner
[Signature]
Harold Hule
[Signature]
COMMISSIONERS