A.30460-mm

Decision No. 44820

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of Direct Delivery System, Ltd., for authority to assess less than minimum rates.

Application No. 30460 (First Supplemental)

## FIRST SUPPLEMENTAL OPINION AND ORDER

Applicant, a highway contract carrier, transports crude diatomaceous earth in bulk from the Great Lakes Carbon Corporation's quarries located approximately nine miles southeast of Lompoc to that company's manufacturing plant at Walteria. Decision No. 43269 of August 29, 1949, in this proceeding, authorized it to deviate from the minimum rates otherwise applicable to this transportation for a one-year period. By supplemental application, filed September 5, 1950, permission to continue to deviate from the minimum rates, but to observe for a further one-year period rates on a slightly higher level than those previously authorized, is now sought.

The verified supplemental application shows that the conditions surrounding the transportation in question which justified deviation from the minimum rates still obtain; that certain cost factors have increased since the matter was considered a year ago; that the proposed higher rates are designed to offset these increased costs; that operations during the past year under the authorized rates have been profitable; and that operations during the ensuing year under the proposed increased rates may reasonably be expected to be profitable.

It appears that this is a matter in which a public hearing is not necessary and that the proposed rates have been shown to be reasonable and should be authorized.

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Therefore, good cause appearing,

IT IS HEREBY ORDERED that Direct Delivery System, Ltd., be and it is hereby authorized to transport crude diatomaceous earth in bulk for the Great Lakes Carbon Corporation from that company's quarry located approximately 9 miles southeast of the city limits of Lompoc to its manufacturing plant at Walteria, Los Angeles County, at rates less than the established minimum for such transportation, but not less than the following:

Rates Per Ton	Minimum Weight
<b>\$4.64</b>	43,000 pounds
4.58	43,500 "
4-53 4-48	44,000 **
4-43	45,000 <del>"</del>
4-38	45,500 <del>"</del>

This authority shall expire one (1) year from the effective date hercof, unless sooner changed, canceled or extended by order of the Commission.

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

Dated at San Francisco, California, this \_\_\_\_\_ day of September, 1950.

Commissioners