## ORIGINAL

Decision No. 45460

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of BEN F. HIGBIE, doing business as WEST ORANGE TRANSIT COMPANY, to operate a bus service between Long Beach and certain points in Orange County.

Application No. 32064

John V. Cooper, attorney, for applicant. Commander R. V. Murison, for U. S. Naval Air Station, Los Alamitos, California, Willard R. Loe, for Long Beach City Lines and Long Beach Motor Bus Company, and James Broadbelt. for Cypress Chamber of Commerce, interested parties.

## <u>o p i n i o n</u>

The applicant requests that he be granted a certificate of public convenience and necessity authorizing him to operate a passenger stage service between the city of Long Boach and Stanton, an unincorporated community on Huntington Beach Boulevard in Orange County.

A public hearing was held in Los Angeles on March 6, 1951, evidence was presented and the matter was submitted. It is now ready for decision.

Copies of the application were served on all passenger carriers in the vicinity of the proposed service. At the request of several of these carriers, the application was amended, in writing, to change the routing proposed in the original application, and to eliminate pickup and discharge of passengers in certain portions of the service. The interested carriers have

Company. There are approximately 3,000 persons in this community, many of whom work in Los Angeles and Long Beach and have had no public transportation since the withdrawal of service by the

railway. A representative of the Cypress Chamber of Commerce testified that many persons from Cypress would use applicant's services daily, and that there is a need in that community for the services as proposed.

The transportation officer of the U.S. Naval Air Station at Los Alamitos testified that there are about 600 naval personnel who report to the station each day, with about 1,000 additional on Saturdays and Sundays. None of the personnel resides on the post, and at present must resort to private transportation. He was of the opinion that many of the personnel would use the services of applicant from both the Long Beach end of the line and the Stanton end of the line.

Upon the evidence set forth hereinabove, we find that public convenience and necessity require that Ben F. Higbie, doing business as West Orange Transit Company, establish and operate services as a passenger stage corporation, as hereinafter set forth, and, therefore, the application, as amended, will be granted.

Ben F. Higbie, doing business as West Orange Transit Company, 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

in either direction, at intersections of streets, or by operating around a block contiguous to such intersections, or in accordance with local traffic rules.

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

Dated at San Frances of, California, this 19th day of March, 1951.

Commissioners