Decision No. 46720

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of PACIFIC GREYHOUND LINES)
for authority to operate bus service) Application No. 32997
between Grenada Junction and Yreka via)
Montague.

OPINION

In this application Pacific Greyhound Lines requests a certificate authorizing the establishment and operation of service as a passenger stage corporation, as defined in Section 226 of the Public Utilities Code, for the transportation of passengers and baggage between Grenada Junction and Yreka and intermediate points over an unnumbered public highway via Grenada and Montague. Applicant proposes to operate one round-trip schedule daily, and the fares charged will be constructed upon applicant's currently effective mileage scale. All rules and regulations and charges governing baggage as currently published will apply to the proposed operation.

The application states that because of the purposes for which the proposed service is sought to be established, passenger tickets issued by Southern Pacific Company will be honored optionally by applicant to and from points on the proposed route as well as to and from points between Dunsmuir and the California-Oregon State Line. As justification for the authority sought, reference is made to Decision No. 46494 dated December 4, 1951, in Application No. 32545, which authorized Southern Pacific Company to discontinue certain regular passenger service by rail between Black Butte, California, and the California-Oregon State Line near Hilt,

California. This authority was granted subject to the following condition:

"Abandonment of rail service as herein authorized shall be made concurrently with the establishment of substitute motor coach service to points along U. S. Highway No. 99, with the exception of a detour from Grenada via Montague to Yreka, and also providing direct service to Hornbrook and Hilt railroad stations."

Applicant and Southern Pacific Company have entered into an agreement attached to the application as Exhibit B. Pursuant thereto applicant would provide the substitute passenger stage service contemplated by the provisions of Decision No. 46494. Among other things said agreement provides that applicant will operate a minimum of one daily round-trip schedule between Dunsmuir and Grants Pass, Oregon; would serve such Southern Pacific rail stations between those points as directed by the company; would connect with the "Shasta Daylight" trains at Dunsmuir, on as otherwise requested by the company and honor tickets of Southern Pacific to or from points along the route of operation. Applicant would receive from Southern Pacific on account of railroad tickets honored, the local rates of applicant. In consideration of the obligations assumed by applicant under its proposal and the agreement, Southern Pacific guarantees to compensate applicant in the minimum sum of fifty cents per bus mile for each bus mile operated under the agreement with a minimum of \$120 a day on the basis of two motor coaches being assigned to the proposed operation. Such compensation is based upon present costs and would be increased or decreased under a formula contained in the agreement.

After full consideration of applicant's request, the Commission finds that public convenience and necessity require the proposed operation which will be authorized. The only other common carrier of passengers in the area has waived protest to the granting of the application. No public hearing appears to be necessary.

making effective, tariffs and time schedules satisfactory to the Commission.

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

Dated at San Transisso, California, this 5 the day of Jebuary, 1952.