BEFORE THE PUBLIC UIIIIIIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Appilcation of
W. W. MILES, PAT L. NOLET, and KEN D. ANDERSONT, doing business as MOTOR TRANSPORT SYSTEM, a copartnership, for a certificate of public convenience) and necessity to operate as a highway common carrier for the transportation of property.

Application No. 30262

Edward M. Berol, for applicants.
Whllard S. Johnson, for $H$. Christenson Co.; Theo Peters doing business as Ied Peters; y. A. Nevis, doing business as Joe A. Nevis Trucking, protestants.
Frederick E. Fuhrman, for Southern Pacific Company; PaciIic Motor Trucking Company and Northwestern Pacific Railway Company, protestants.
E. L. H. Bissjager, for Southern Pacific Company; Pacific Motor Truckins Company; Northwestern Pacific Railway Company and Pacilic Electric Railway Company, protestants.
F. A. Jacobus, J. B. Kramer and Wllliam F. Brooks, for The Atchison, Topeka \& Santa Fe Railway Company and Santa Fe Transportation Company, protestants.
Lafayette J. Smallpage and Hugh Gordon, for Lilile Transportation Company, protestant.
Willard S. Johnson and Ilvod R, Guerra, for lestern Truek Lines, Lta., protestant.
Gordon, Knapy \& Gili, by Wman C. Knapp, for Pacific Freight Lines; Pacific Freight Lines Express; Asbury Transportation Company; Southern California Freight Ines; Southern California Freight Forwarders; I. I. Mocisenhaupt, doing business as Victorvilie-Barstow Truck Lines, and Charles P. Hart, doing business as Hart Iransportation Company, protestants.
Raymond Iremaine and Gordon, Knapp s Gill, by Gyman C. Knapp, for Charles $F$. Macorcgor, protestant.
Maryntradier, for Wimans Brothers and Hawkey Lumber Company, protestants.
D. R. Jacobs, for Santa Fe Transportation Company, protestant.
Arlo D. Foc and Gordon, Knapp \& Gill, by Wyman C. Knapp, for California Cartage Company and California Cartage Express, protestants.
Douglas Brookman, for Common Carrier Conference of Truck Omners Association of California; Valiey Express Company; Valley Motor Lines, Inc.; California Motor Express; California Motor Transport Co. Itd.; Delta Iines, Inc.; Highwey Transport, Inc.; Intercity Trensport Lines; Clark Bros. Motor Transport, Inc.; Oregon-Nevada-Canifornia Fast Freight, Inc.; Callison Truck Lines; Hills Transportation Company; Savage Transportation Company; Coast Iine Truck Service, Inc.; E. J. Villig Truck Transportation Co.; Nielsen Frejgint Lines; Bonded Drayage Service, and Merchants Express Corporation, protestants.
James L. Roncy, for $S$ \& W Fine Foods, Inc., interested party.

## OPINIQN

W. W. Miles, Pat L. Nolet and Ken D. Anderson, doins
business as Motor Transport System, a copartnership, seek a certificate of public convenience and necessity to operate as a highway common carrier for the tronsportation of general comnodities except livestock, uncrated furniture, houschold goods and personal effects, explosives, articles of extraoralnary value, petroleum products in buik, poultry and unprocessed agricultural commodities between the points and over the routes as follows:

1. Between the Los Angeles territory and Sacramento territory, via J. S. Highway 99, serving all intermediate points, with the right to make lateral departures therefrom within a radius of 50 miles of sald route, subject to the following restriction:

Applicant shall not transport any shipment weighing less than 4,000 pounds when such shipment moves between any two points on said route; or a shipment of less than 10,000 pounds when such shipment moves to or from a point within 25 miles laterally of saja route; or a shipment of less than 20,000 pounds when such shipment moves to or from 2 point more than 25 miles lateraliy from said routc.
2. Between the Los Angcios territory and the San Francisco territory, via U. S. Highways 99, 50 and 40 , serving all intermediate points, with the right to make lateral departuros therefrom within a radius of 50 miles of said routes, subject to the following restrictions:

Applicant shall not transport any shipment weighing less than 4,000 pounds when such shipment moves between any two points on said route, or a shipment of less than 20,000 pounds when such shipment moves to or from a point within 25 miles lateraliy of said route; or a shipment of less than 20,000 pounds when such shipment moves to or from a point morc than 25 miles lateraily from said route.

And subject to the further restriction that as to shipments moving between the los Angeles territory, on the one hand, and the San Francisco territory, on the other hand, applicant wijl not transport any shipment weighing less than 10,000 pounds.
3. Between the Los Angeies territory and Eureka, via U. S. Highways 101 or 101-A, serving all intermediate points, with the right to make lateral departures therefrom within a radius of 50 miles of said routes, subject to the following restriction:

Apylicant shall not transport any shipment weighing less than 10,000 pounds between the Ios Angeles Territory, on
the one hand, and the San Prancisco Territory, on the other; and as between other points on and along said route, applicant shali not transport shipments weighing less than 30,000 pounds; and applicant shall not transport any shipment having both origin and destination between:
a. Points on U. S. Highway 101 between Sar Jose and San Francisco, inciusive; and
b. San Francisco and East Bay points, Richmond on the north to Hayward on the south, inclusive; and
c. Points in Los Angeies Territory, as described in Gighway Carriers ${ }^{1}$ Tariff No. 2.
4. Between the Los Angeles Territory, on the one hand, and Calexico, on the other hand, serving all intermediate points, via U. S. Highway 99, with the right to make lateral departures therefrom within a radius of 50 miles of said route, subject to the following restriction:

Applicant shall not transport any shipment weighing less than 20,000 pounds; and it shall not transport any shipment to or from an off-routc point weighing less than 30,000 pounds.
5. Between the Los Angeles territory, on the one hand, and the San Diego territory, on the other hand, serving all intermediate points, via J. S. Highway 101, with the right to make lateral departures therefrom within a radius of 50 miles of said route, subject to the following restriction:

Applicant will not transport any shipment criginating at or destincd to any point on or along said routc south of Los Angeles weighing less than 30,000 pounds.
6. Between Sacramento territory and Redaing, serving all intermediate points, via U. S. H1ghways 99-E and 99, with the right to make lateral departures therefrom within a radus of 50 miles of said route, subject to the following restriction:

Applicant shall not transport any shipment weighing less than 20,000 pounds; and it shall not transport any shipment to or from an off-route point weighing less than 30,000 pounds.
7. Between Salinas and San Francisco territory, on the one hand, and points between San Francisco and Sacramento, on the other hand, via U. S. Highways 101 and 40 , with the right to make lateral departures therefrom within a radius of 50 miles of said routes, subject to the following restriction:

Applicant shall not transport any shipment weighing less than 20,000 pounds, and it shail not transport any shipment to or from an off-route point weighing less than 30,000 pounds.
8. Between Salinas and Madera, serving all intermediate points, via U. S. Highway 101 and State Highway 152 , with the right to make lateral departures therefrom within a radius of 50 miles of said route, subject to the following restriction:

Applicant shail not trensport any shipment weighing less than 20,000 pounds; and it shail not transport any shipment to or from on ofi-route point weighing less than 30,000 pounds.

The term "Applicant shall not transport any shipment weighing less than 4,000 pounds" includes the torm "or any shipment which shail carry a charge lower than the applicabic to a shipment of not icss than 4,000 pounds". The same meaning applies to shipments or $10,000,20,000$ or 30,000 pounds, where used.
J. Christenson Co., Ted Peters Trucking Company, J. A. Nevis, doing business as 500 A. Nevis Trucking, Southern Pacifle Company, Pacific Motor Trucking Company, Horthwestorn Pacific Railroad Company, Pacific Electric Railway Company, Pacific Motor Transport Company, The Atchison, Topeka $\dot{\alpha}$ Santa Fe Railway Company,

Santa Fe Transportation Company, Lillie Transportation Co., Inc., Pacific Freight Lines, Pacific Freight Lines Express, Western Truck Innes, Southern California Fraight Lines, Southern California Freight Forwarders, L. L. Mockenhaupt, doing business as Victorville-Barstow Truck Lincs, California Cartage Company, California Cartage Express, Charles P. Hart, doing business as Hart Iransportation Company, Winans Brothers, Hawkey Lumber Transportation, Asbury Transportation Company and Common Carrier Conference of Truck Owners Association of Califorria, consisting of Valley Express Company, California Motor Express, Delta Lincs, Inc., Highway Transport, Inc., Intercity Transport Lines, Clark Bros. Motor Transport, Inc., Oregon-NevadaCalifornia Fast Freight, Inc., Callison Truck Iinos, Hills Transportation Co., Savage Transportation Company, Coast Line Truck Service, Inc., E. J. Millig Truck Transportation Co., Nielsen Froight Lines, Bonded Drayage Service, Merchants Express Corporation, Valicy Motor Lines, Inc., and California Motor Iransport Co., Itd. opposed the granting of the application.

Public hearings were held at Los Angeles, San Francisco and Stockton before Examiners Gannon and Silverhart.

Applicants' partnership was formed January 1, 1948. Thereafter, on March 18, 1948, they acquired permits to operate as a radial highway common carrier and highway contract carrier. Since such date, applicants have been engaged in the transportation of property over the highways for compensation. The principal place of business is at Stockton with terminals located at Oakinnd, Stockton, Modesto, Ios Angeles, Sacramento, Redwood City and Antioch. Joint terminal facilitics are maintained with Miles $a$ Sons Trucking Scrvice, a copartnership, consisting of W. W. Miles and Pat $I$. Nolet, at Mountain Vicw and Merced. Applicants' equipment consists
of 67 tractors, 39 full trailers, 86 semi-trailers, 27 dollies and 5 service cars. Approximately half of the trailers and semitrailers are vans and the other helf arc open equipment. According to the record, when the need arises for additional and other equipment, it is made available to applicants by Miles \& Sons Trueking Scrvice which has 637 units of equipment. The Modesto, Merced and Mountain View terminals are furnished with maintenance and scrvice shops.

Applicants' income statement for the year 1949 shows an operating revenue of $\$ 1,742,095.50$ and operating expense of $\$ 1,713,100.10$. Applicants' balance sheet, as of December 31, 1949, discloses current assets of \$229,048.22, total assets of $\$ 487,639.51$, current liabilities of $\$ 265,179.14$, long term obligations of $\$ 208,934.82$, and partnership capital of $3106,163.57$. A statement of applicants' gross revenue sets forth a total of $\$ 920,433.12$ for $1948, \$ 1,742,095.50$ for 1949 , and $\$ 2,225,430.01$ for 1950 .

The proposed service will generally continue applicants' present operating procedures. Scheduled service will be offered leaving San Francisco Bay Area points a.t 6 p.m., arriving at Los Angeles territory at 8 a.m., dopartine from Stockton at 7 p.m., reaching los Angelos territory at $\&$ a.m., and leaving Sacramento at 6 p.m., arriving at Los Angeles territory at $8 \mathrm{n} . \mathrm{m}$. An on-call service will be afforded to all other points here involved. Scrvice, embracing split deliverics and split pick ups, will be provided 24 hours a day, cach day, including Saturdays, Sundays and holidays. Applicants propose to pubiish the rates and adopt such rules and reguiations as are contained in the Commission's Highway Carriors' rariff No. 2 together with commodity rates on paper and paper articles, metals or metal articles, electrical appliances or
equipment and parts, wire, roofing, petroleum products, canned goods, sypsum, lime and plaster, fruits and vegctables dried or evaporated, iron or steel, coffce, nuts, soap and other articles, Slassware, floor coverings, rubber goods and other articles, lumber and its products, salt, sugar, rice and can tops, as described in Pacisic South Const Freight Burcau Tariff.

Exhibits Nos. 6, 24, $15,18,19,20$ and 21 covering varying poriods in 2949 and 2950 showed that applicants transported shipments of such commodities as bex shock, roofing, cemont pipe, cans, moulding, dog food, lime, beans, paper boxes, wire, lubricating oil, empty drums, water heaters, copper cable, bottle caps, jars, bottles, machinery, paint, flour fibreboard, tires, insecticides, books, pipc, suenr, salt, rice, cannod goods, sash, coffee, tea, gasoline, castings, batteries, siding, cement and canned milk, and that the overwhelming majority of suck shipments were 20,000 pounds or more. Further, these exhibits disclosed that applicants had onzased in substantial transportation activities between points falling within the routes designated in the application as numbers 1, 2 and 3 . Such exhibits also indicated that appiicants had moved fow or no shipments betweon points within the routcs sct forth in the application as numbers $4,5,6,7$ and 8.

Representatives of business concorns and industries making and rocoiving shipments, to and from, various points encompassed within the scope of the application, tostificd in support thercof. Such testimony indicated that most of them had used and are using applicants' service; that applicents furnish trucks at such times, in such numbers and types as required by the exigencies of their businesses; that time in transit is important and overnight service with next morning delivery is
wanted; that applicants have given scrvice on Saturdays and Sundays and that such service is necessary; that they make shipments to off-highway points to which no common carrior service is available; that they use the split pick up and split delivery shipment privilege made available by applicants; that their shipments were made prodominantiy in truck load lets and in weights of 20,000 pounds or more; that the service hitherto rendered by applicants is needed and will be used, if authorized. Several of thesc witnesses stated that they utilized the services of existing common carriers to points to which they did not cmploy the applicants and that such services werc satisfactory.

Protestants Pacific Eloctric Railway Company, Northwostorn Pacific Railroad Company, Pacific Motor Transport Company, Lillic Transportation Company, Vestern Truck Lines, Valley Express Company, Eighway Transport, Inc., Clark Bros. Motor Transport, Inc., Oregon-Nevada-California Fast Freight, Inc., Callison Truck Lincs, Coast Line Truck Service, Inc., E. J. Willig Truck Transportation Co., Mielson Freight Lines, Bonded Drayago Sorvice, Valicy Motor Lines, Inc., L. L. Mockenhaupt, did not testify or offor any witnesses in their behalf.

Protestants Santa Fe Transportation Company, The Atchiscn, Topeka \& Santa Fe Railway Company, California Cartage Company, California Cartage Express, Charlos P. Hart Transportation Company, Southern California Freight Lines, Southern California Freight Forwarders, Charles F. MacGrescr, Pacific Freight Itnos, Pacific Freight Limes Express, J. Christeason Co., Winans Bros., Hawkey Lumber Iransportation, Intercity Transport Lines, Intercity Motor Ifnes, J. A. Novis, California Motor Transport Co., Lte., California Notor Express, Southern Pacific Company, Pacific Motor

Trucking Company, Ted Peters Trucking Company, Delta Lines, Inc., Merchants Express Corporation, Hills Iransportation Company, Savage Transportation Company and Asbury Transportation Company testified as to the areas served and type of service rendered.

Santa Fe Transportation Company called several shippers making shipments from San Francisco to Los Angeles and from Los Angeies to such points as Fresno, Bakersfield and San Dieco. These witnesses testified that they used the service provided by Santa Fe Transportation Company and four other highway common carriers; that such service has been satisfactory and they have no need for adaitional highway common carrier service.

It should be noted here that the Commission has heretofore discussed the weaght to be given public witness testimony. The Commission in the matter of San Diego Fast Freight, Inc., Decision No. 46550, dated December 18, 1951, in Application No. 31516, reported in 51 Cal PUC 327, said:
"As to the public witnesses produced by applicant we axe impressed with the strong desire they have expressed to have applicant's services. As to the pubic witnesses produced by protestants we observe that there appears to be no doubt but that protestants are providing satisfactory services to a number of shippers. However, In a public convenience and necessity matter all of the shippers must be considered. It does not follow from the fact that a good many shipoers are now recejving satisfactory service and necd nothine addjtional in that respect that al1 shippers are in the same nosition. When, as in this case, the testimony of a number of shippers is very favorable to applicant that testimony shouid be given weight in a determination of pubile convenience and necessity." (Underscoring added).

The evidence of applicants' past operations, taken together with the testimony of the public witnesses, does not establish a public need for applicants to furnish a transportation service of the spread and sweep contemplated by the application.

While the evidence discloses a consequential call for transportation to points and places located off the main highways, it also indicates a paucity of demand for such transportation in exeess of 25 miles from said highways.

Further, the record in this proceeding demonstrates:

1. That applicants not only have not transported commodities in insulated equipment provided with mechanical temperature control systems but that there is presentiy no public need requiring such a service by applicants.
2. That applicants have not transported shipments of iron and steel articles and tin plate, bnving their origin or destination at Pittsburg.

After careful consideration of the entire record in this procecding, the Commission finds that public convenience and necessity require the establishment and operation of a service by applicants as a highway common carrier for the transportation of general commodities between the points set forth in and subject to the conditions and limitations contained in the ensuing order.

Counsel for Southern Pacific Company contended that granting the application would work a vjolation of Section 3542 of the Public Utilities Code in that W. M. Miles, Pat L. Nolet and ren D. Anderson would be authorized to conduct a highway common carrier service when, at the same time, the said Miles and Nolet arc the two partners who comprise, control and operate Miles \& Son Trucking Sorvice, a highway contract earrior.

It may be readily discerned that Section 3542 does not sustain such contention. By its Language, Section 3542 forbids, not the ownership or control of both a common carricr and a highway contract carrier, by the same person or corporation, but the very act of conaging in the transportation of pronerty both as a common
carrier and i highway contract carricr of the same commodities between the same points.

The record is barren of any evidence indicating that $W$. W. Miles and Pat L. Nolet, doing business as Miles i Sons Trucking Service, a highway contract carrier, and the applicants, W. W. Miles, Pat L. Nolet and Ken D. Anderson, if a certificate were issued to them, intended to and will transport the same commodities botween tho same points both is a common carrier and as a highway contract carrier.

To dony the application upon the ground that they might do so prospectively, woulddo violence to the presumption "that the Law has been obeyed" (Section 2963 (33) C.C.P.). In the cvent that hereafter, there is in fact, a violation of Section 3542 , any person aggrieved thereby, may then seek rellof from this Commission in a proper and appropriate proceeding.

Applicants are hereby placed upon notice that operative rights, as such, do not constitute a class of property which may be capitalized or usca as an element of value in rate-fixing, for any amount of moncy in excess of that originaliy 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 respoct limited to the number of rights which may be given.

## ORDER

Public hoarings having been had and bascd upon the evidence therein adduced,

## IT IS ORDEPED:

(1) That a certiricate of public convenience and necessity is granted to $\bar{W}$. W. Miles, Pat I. Nolet and Ken D. Anderson, authorizing them to operate as a highway common carrier, as defined by Section 213 of the Public Utilities Code, for the transportation of general commoditics betweon:
(a) The Los Angeles territory (as described in Appendix "A" attached hereto) and the Sacramento territory (more particularly described in Appendix " 3 " of this order), including all intermediate points, over and aiong U. S. Kighway 99 , with the right to make lateral departures therefrom within a radius of 25 miles of said routc.
(b) The Los Angeles territory (as described in Appendix "A" hereof) and the San Francisco terxitory (as more particularly delincated in Appendix "C" attached hereto), including all intermediate points, over and along U. S. Highways 99, 50 and 40 , with the right to make lateral departures thercfrom within a radius of 25 miles of said routes.
(c) The Los Angeles territory (as described in Appendix "A" hereof) and Eurcka, incluaing all intermedate points, over and along U. S. Highways 101 or $101-A$, with the right to make lateral departures therefrom within a radius of 25 miles of said route.
(2) That the certificate herein granted is subject to the following conditions and imitations:
(a). Applicants shall not transport any shipments of livestock, uncrated furniture, houschold goods and personal effects, explosives, articles of extraordinary value, petroleum products in buik, and poultry and unprocessed agricultural commodities.
(b) Applicant shall not transport any shipmonts in insulated vehicles, equipped with mechanical temparature control systems.
(c) Applicants shall not transport any shipments of iron and steel articlos and tin plate, having their origin or destination at Pittsburg.
(d) Applicants shall not transport any shipments having both origin and destination between:

1. Points on U. S. Highway 101 between San Jose and San Francisco, inciusive.
2. San Francisco and East Bay points, Rychmond, on the north, to Hayward, on the south, inclusive.
3. Points in the Los Angeles territory as described in Appendix "A" hercof.
(c) Applicants shall not transport any shipments of less than 20,000 pounds or subject to a charge lower than applicable on a shipment of 20,000 pounds, betwcen the points set forth in paragraph (1) (2) above.
(f) Applicants shall not transport any shipments of less than 20,000 pounds or subject to a charge lower than applicable on a shipment of 20,000 pounds, between the points contained in paragraph (1) (b) hereof.
(g) Applicants shall not transport any shipments of less than 30,000 pounds or subject to a charge lower than applicable on a shipment of 30,000 pounds, between the Los Angeles territory, as hercinabove described, and Eurekn, and intermediate points, except that appli.cants may transpert shipments of not less than 20,000 pounds or subject to a charge rot lower than applicable on a shipment of 20,000 pounds, between the said Los Angeles territory, on the one hand, and tho San Frencisco territory, as hercinbefore described, on the other hand.
(3). That in providing service pursuant to the cortificate
koroin granted, applicants shall comply with and observe the
fellowing service regulations:
(a) Within 30 days after the offective date hereof, appiceants shali file a writton acceptanco of the certificate herein granted.
(b) lithin 60 days after the effective date hurcof, and on not less than 5 days' notice to the Commission and the public, applicants shall cstablish the service hercin autherized and file in triplicate, and concurrentiy make effective, appropriate tarifis and time tables.
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(4) That in all other respects the application, as amended, is denied.

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



## APPENDIX."A"

IOS ANGELES TERRITORY includes that arca cnbraced by the following boundary: Beginning at tho intersection of Sunset Boulevard and U. S. Highway 101, Alternate; thence northeasterly along Sunset Boulevard to State Highway No, 7 ; northerly along State Highway No. ? to State Highway No. 1I6; northeasterly along State mishway No. 118 throueh and including the City of San Fernando; continuing northeasterly and southeasteriy along State Highway No. 218 to and including the city of Pasadena; easterly along U. S. Eighway No. 66 to State Highway No. 19; southerly along State Highway No. 29 to its intersection with U. S. Hishway No. 101, Altcrnate, at Ximeno Strcet; southerly along Ximeno Street and its prolongation to the Pacific ocean; westerly and northerly along the shore line of the Pacific Ocean to a point directiy south of the intersection of Sunset Boulevard and U. S. Highway No. 101, Alternate; thence northerly along an imaginary linc to point of beginning.

## APPENDIX "E"

SACRAMENTO TERRITORY includes all of the City. of Sacramento, also territory lecated within one mile of the efty limits and the territory bounded as follows: Beginning at the point where Highway U. S. 40-Highway U. S. 99E (Del Paso Boulevard) intersects the northern city limits of Sacramento alome said hizhway to Rio Linda Boulevard, northeasterjy alone Rio Linda Boulevad te Nogeles Avcnue, southeasterly along Nogales Avenue to loth street, southerly alons loth Strect to East El Camino Livenue, casterly ajong East El Camino Avenuc to 11th Streot, southerly along ilth Strect to Bossetlaw Avenue, southoasterly along Bassetlaw Avenue to its junction with Swanston Road at Swanston Station including the plants of C. Swanster \& Son, Iumbermen's Supply, Ine., Sacramento Wool Company, Sacramento Feed Company and tio Essex Lumber Company, returnine westerly along Bassetlaw Avenue to its junction with Eighway U. S. 40-99E (Del Paso Boulevard) and along Del Paso Boulevard to point of beginning.

## APPENDIX "C"

SAN FRANCISCO TERRITORY includes that area cmbraced by the following boundary: Beginning at the point tho San FranciscoSan Noteo County Boundary Line weets the Pocific Occan; thence easterly along said boundary line to a point $l$ mile west of $U$. S. Highway No. IOl; southerly alohg an imaginary line 1 mile west of and paralleling $\because . S$. Highway No. 101 to its intersection with the corporate boundary of the city of San Jose; southerly, castorly and northerly along said corporate boundary to its intersection with Statc Highway No. 17, northerly along State Highway No. 17 to Varm Springs; northerly along the unnumbered highway via Mission San Jose and Niles to Hayward; northerly alone Foothill Boulevard to Seminary Avenuc; eastcrly along Scminary Avenue to Mountain Boulevard; northerly along Mountain Boulevard and Moraga Avenue to Estates Drivo; wosterly along Estates Drive, Harbord Drive and Breadway Terrace to College Avenue; northerly alone College Avenue to Dwight Way; easterly along Dwight Way to the Berkeloy-0okland boundary line; northerly along said bounclary line to the campus boundary of the University of Califormia; northeriy and westerly elong the campus boundary of the University of California to Euclid Avenue; northerly along Euclid Avenue to Marin Avenue; westerly along Marin Avcnue to Arlington Avenue; northorly along Arlington Avenue to U. S. Highway No. 40 (San Pablo Avenue); northerly along U. S. Eifghay No. 40 to and including the City of Richmond; southwesterly along the highway extencing from the cf.ty of Richmond to Point Richmond; southerly along an imaginary line from point Richmond to the San Francisco Waterfront at the foot of Market Street; westerly alone sald water front and shore ine to the Pacific Ocean; southerly along the shore line of the Pacific ocean to point of beginning.

