

Decision No.47369

A.33293 MMW

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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Application of CALIFORNIA PARLOR CAR TOURS COMPANY for approval of agreements of indemnity pursuant to General Order No. 101.

Application No. 33293 (First Supplemental)

FIRST SUPPLEMENTAL OPINION AND ORDER

By Decision No. 47014, dated April 22, 1952, the Commission approved certain agreements providing California Parlor Car Tours Company with indemnification against liability for bodily injuries and property damage.

The agreements thus approved provided for primary indemnification with Lloyd's of London in the amount of \$50,000 for injuries to or death of one person, in the amount of \$50,000 for injuries to or death of all persons injured or killed in any one accident, and for property damage in the amount of \$50,000. The agreements further provided for excess indemnification with Lloyd's in excess of \$50,000 and up to \$1,000,000, and for indemnification by Pacific Greyhound Lines, the owner of all of applicant's outstanding stock, against liability for injury to or death of one person up to \$10,000, for injury to or death of all persons injured or killed in any one accident up to \$100,000, and for property damage up to \$5,000.

Applicant now reports that it desires to withdraw and cancel the agreement providing for primary indomnification with

-1

Lloyd's and the agreement with Pacific Greyhound Lines and, in licu thereof, to substitute a new agreement of indemnity with Pacific Greyhound Lines in the form of that filed as Exhibit 1 with the first supplemental application in this proceeding. The reason for this proposal is to relieve applicant of the expense of the premiums it is now paying under the Lloyd's agreement, which expense amounts to approximately three cents per revenue bus mile.

Under the new agreement Pacific Greyhound Lines will indemnify applicant for liability up to the minimum requirements set forth in the Commission's General Order No. 101. It appears that the agreement for excess coverage with Lloyd's heretofore approved by the Commission will remain in full force and effect.

Pacific Greyhound Lines has qualified as a selfinsurer with the Interstate Commerce Commission. It has been authorized by the Public Utilities Commission, by Decision No. 46563, dated December 18, 1951, to act as a self-insurer of its obligations for public liability and property damage.

The Commission has considered this first supplemental application and is of the opinion that the agreement will afford security for the protection of the public within the limits provided by General Order No. 101 without affecting the stability and permanency of applicant's operations and that it should be approved; therefore,

IT IS HEREBY ORDERED as follows:

1. The Commission hereby approves the agreement of indemnity dated June 12, 1952, between Pacific Greyhound Lines,

-2



as surety, and California Parlor Car Tours Company, as principal.

2. This first supplemental opinion and order is effective upon the date hereof.

Dated at San Francisco, California, this <u>354</u> day of June, 1952.

Commissioners