

**ORIGINAL**

Decision No. 48037

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of THE GREYHOUND CORPORATION )  
for exemption from insurance requirements :  
of General Order No. 101. )

Application  
No. 33898

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OPINION AND ORDER

This is an application for an order of the Commission exempting The Greyhound Corporation from the requirements of the Commission's General Order No. 101.

The application shows that The Greyhound Corporation, commencing January 1, 1953, will operate in the State of California as a passenger stage corporation engaged in interstate and intrastate business pursuant to authority granted by the Commission in Decision No. 47840, dated October 21, 1952. Applicant reports that it has been qualified, and now is qualified, as a self-insurer with the Interstate Commerce Commission in accordance with the laws of the United States applicable to self insurance by motor carriers and the rules and regulations of the Interstate Commerce Commission promulgated thereunder. It has filed a copy of the order of the Interstate Commerce Commission granting it authority to act as a self-insurer, and an affidavit signed by A. P. Sledz, vice president of The Greyhound Corporation, stating that the order of the Interstate Commerce Commission has not been suspended or revoked since its entry and currently is in effect.

Applicant reports that it has maintained its own claim department for the past 22 years, that its claims adjusters investigate each accident and are authorized to issue drafts in settlement of claims, and that where settlement cannot be effected immediately such claims are recorded, together with a value estimated by the adjusters, and a reserve is set up on applicant's books to cover the

liability. All claims are reviewed from time to time for the purpose of making any adjustments in the original estimates that may be found necessary. The reserve balance accrued and thus adjusted is almost completely covered by funds ear-marked for the payment of such claims. As of September 30, 1952, applicant's reserve for self-insured injuries and damages amounted to \$1,259,461.82 and the funds set aside at that date for settlement to \$1,120,799.01.

Upon reviewing this application, we find that The Greyhound Corporation has been and now is qualified as a self-insurer with the Interstate Commerce Commission, that it has met the requirements of General Order No. 101 with respect to its request for exemption from its terms, and that it should be exempt from the provisions of the general order, as provided in Paragraph (7) thereof with respect to providing for insurance against liability imposed by law for the payment of damages for personal bodily injuries (including death resulting therefrom) and for damage to or destruction of property; therefore,

IT IS HEREBY ORDERED that the Commission hereby approves the application of The Greyhound Corporation for exemption from the requirements of General Order No. 101, unless and until hereafter otherwise ordered and directed.

IT IS HEREBY FURTHER ORDERED that this order will become effective on January 1, 1953.

Dated at San Francisco, California, this 9th day of December, 1952.

R. T. [Signature]  
President

Justus J. Galloway  
Harold H. Hule  
[Signature]  
[Signature]  
Commissioners