ORIGIMAL

51072Decision No.

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of I. F. STEWART, an individual, doing business as STEWART DRAYAGE LINES, for a certificate of public convenience and necessity as a highway common carrier.

Application No. 35770

Frank Loughran, for applicant. Douglas Brookman, William Meinhold, Frederick E. Fuhrman, Edward M. Berol, Bertram S. Silver, Thomas P. Brown and William E. Shuholm, for various carriers, protestants. Russell Bevans, for Draymen's Association of San Francisco, Maurice A. Owens, for Draymen's Association of Alameda County, Norman R. Moon, for Loretz & Co., Daniel W. Baker, Preston W. Davis, Roger Ramsey, Marvin Handler, Willard S. Johnson, Arthur D. Nearon and Vaughan, Paul and Lyons by John G. Lyons, for various carriers, interested parties.

<u>O P I N I O N</u>

Applicant is one of a group of carriers whose applications were heard in connection with those whose problems precipitated the investigation designated by the Commission as Case No. 5535. Hearings were held on this application in connection with that case. Evidence of community growth and the resulting expansion of carrier operations, as developed in Case No. 5535, was found to apply to this applicant and to have materially influenced his activities. In addition, a hearing on this application alone was held before Examiner John Power in San Francisco on October 7, 1954. On that occasion applicant presented evidence covering the history, finances, equipment, facilities and personnel of his organization.

Applicant gave testimony in his own support on October 7 and through him eight exhibits were presented. Five shipper

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witnesses supported the application. From these sources the facts recited in this opinion were obtained.

Applicant began business in 1936 with one truck and grew to his present size. He now operates 32 units of equipment and has thirteen permanent employees.

Applicant presented, as his financial exhibits, his June 30, 1954 balance sheet and his full year income statements for 1949 through 1953 and a first half year statement for 1954. The balance sheet shows the business to be in good condition. The ratio of current assets to current liabilities is better than eight to one. Cash and accounts receivable added together exceeded total liabilities. Applicant's net investment stood at over \$90,000 on the date noted. The fixed liabilities consisted entirely of equipment obligations.

Applicant has a terminal in Richmond, California. He has an office, shop and dock on the property and about one-half acre of ground for storage purposes.

Applicant's basic service is for same-day delivery. His three traffic exhibits covered the last half of 1953 and the first half of 1954 one week from each month. More than 250 consignors and consignees were served during this period and almost 150 commodities carried. Service transbay was performed daily. Weights varied from 10 pounds to 138 tons or more.

The evidence shows that applicant has the necessary financial ability, facilities, equipment, experience and personnel to undertake the proposed service. It further shows that the growth of the San Francisco-East Eay community has increased the over-all requirements for common carrier service and has resulted in increased demand for applicant's services. Public convenience

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and necessity require that the application be granted. This grant will be on the condition, however, that applicant serve the whole of the San Francisco-East Bay Cartage Zone as established in Case No. 5535. Acceptance of the certificate herein granted will be construed as consent to this condition.

Applicant is 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, such rights 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 respect limited as to the number of rights which may be given.

<u>ORDER</u>

Application having been filed and public hearings held thereon and the Commission having considered the same and being of the opinion and finding that public convenience and necessity so require, therefore,

IT IS ORDERED:

1. That a certificate of public convenience and necessity is hereby granted to I. F. Stewart, an individual, doing business as Stewart Drayage Lines, authorizing the establishment and operation of a service as a highway common carrier, as defined in Section 213 of the Public Utilities Code, for the transportation of general commodities except petroleum products in bulk in tank vehicles, uncrated household goods, livestock and commodities of

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unusual value between the points set forth in Appendix "A" attached hereto and by this reference made a part of this order:

2. That in providing service pursuant to the authority herein granted, applicant may use any and all streets, roads, highways and bridges, and shall comply with the following service regulations:

- a: Within thirty days after the effective date of this order; applicant shall file a written acceptance of the certificate herein granted.
- b. Within sixty days after the effective date hereof, and upon not less than five days' notice to the Commission and the public, applicant shall establish the service herein authorized and comply with the provisions of General Order No, 80 by filing in triplicate, and concurrently making effective, tariffs satisfactory to the Commission.

The effective date of this order shall be the date hereof:

	Dated at	San Francisco	, Californ	hia, this
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COMMISSIONERS

LIMITS OF SAM FRANCISCO-EAST DAY CARTAGE ZONE

San Francisco-East Bay Cartage Zone includes that area embraced by the following boundary:

Beginning at the point where the San Francisco-San Mateo County Boundary Line meets the Pacific Ocean; thence easterly along said boundary line to Lake Merced Boulevard; thence southerly along said Lake Merced Boulevard and Lynnewood Drive to So. Mayfair Avenue; thence westerly along said South Mayfair Avenue to Crestwood Drive; thence southerly along Crestwood Drive to Southgate Avenue; thence westerly along Southgate Avenue to Maddux Drive; thence southerly and easterly along Maddux Drive to a point one mile west of Highway U.S. 101; thence southeasterly along an imaginary line one mile west of and paralleling Highway U.S. 101 (El Camino Real) to its intersection with the southerly boundary line of the City of San Latco; thence northeasterly, northwesterly, northerly and easterly along said southerly boundary to Eayshore Highway (U.S. 101 Bypass); thence leaving said boundary line and continuing easterly along the projection of last said course to its intersection with Belmont (or Angelo) Creek; thence northeasterly along Belmont (or Angelo) Creek To Seal Creek; thence westerly and northerly to a point one mile south of Toll Eridge Road; thence easterly along an imaginary line one mile southerly and paral-leling Toll Bridge Road and San Mateo Bridge and Mt. Eden Road to its intersection with State Sign Route 17; thence continuing easterly and northeasterly along an Imaginary line one mile south and southeasterly of and paralleling Mt. Eden Road and Jackson Read to its intersection with an imaginary line one mile easterly of and paralleling State Sign Route 9; thence northerly along said imaginary line one mile easterly of and paralleling State Sign Route 9 to its intersection with "3" Street, Hayward; thence casterly and northerly along "B" Street to Center Street; thence northerly along Center Street to Castro Valley Boulevard; thence westerly along Castro Valley Boulevard to Redwood Road; thence northerly along Redwood Road 50 William Street; thence westerly along William Street and 168th Avenue to Foot-hill Boulevard; northwesterly along Foothill Boulevard to the southerly boundary line of the City of Oakland; thence easterly and northerly along the Oakland Boundary Line to its intersection with the Alameda-Contra Costa County Boundary Line; thence contruesterly along last said line to its intersection with Arlington Avenue 'Berkeley) thence northwesterly along Arlington Avenue to a point one mile north-sasterly of San Pablo Avenue (Highway U.S. 40); thence northwesterly along an imag-inary line one mile easterly of and paralleling San Pablo Avenue (Highway U.S. 40) to its intersection with County Road No. 20 (Contra Costa County); thence westerly along County Read No. 20 to Broadway Avenue (also known as Balboa Road); thence northerly along Broadway Avenue (also known as Balboa Road) to Highway U.S. 40; thence northerly along Highway U.S. 40 to Rivers Street; thence westerly along Rivers Street to 11th Street; thence northerly along 11th Street to Johns Avenue; thence westerly along Johns Avenue to Collins Avenue; thence northerly along Collins Avenue to Norton Avenue; thence westerly along Norton Avenue to the Southern Pacific Sumpany right of way and continuing westerly along the prolongation of Morton Avenue to the shore line of San Pablo Bay; thence southerly and westerly along the shore line and waterfront of San Pablo Bay to Foint San Pablo; thence southerly along an imaginary line from Point San Pablo to the San Francisco Waterfront at the foot of Warket Street; thence westerly along said waterfront and shore line to the Pacific Ccean; thence southerly along the shore line of the Facific Ocean to the point of beginning.

The foreg	oing description incl	udes the following po:	ints or portions
Alameda	Elkton	Oakland Pier	San Leandro
Alameda Pier	Elmhurst	Ocean View	San Lorenzo
Albany	Emeryville	Piedmont	San Nateo
Baden	Ferry Point	Point Castro	San Pablo
Bay Farm Island	Fruitvale	Point Fleming	South San Fran-
Bayshore	Government Island	Point Isabel	cisco
Borkeley	Hayward	Point Molate	Stege
žernal	Lavadale	Point Orient	Tanforan
Erisbane	Lomita Park	Point Potrero	Treasure Island
Broadway	Melrose	Point Richmond	Union Park
Zarlingane	Killbrae	Point San Pablo Richmond	Visitacion
Ercadway Amb Knight Actro Valley	Mills Field	Russell City	Westlake
Colma	Mt. Eden	San Bruno	<u>Vinehaven</u>
Laly City	Oakland	San Francisco	Yerba Buena
East Oakland	Oakland Municipal	San Francisco Inter-	Island
El Cramito	Airport	national Airport	

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APPENDIX "A" (Continued)

MAP SHOWING

LIMITS OF SAN FRANCISCO - EAST BAY CARTAGE TONE

