Decision No. 52050

## ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Investigation into ) the rates, rules, regulations, charges, ) allowances and practices of all common ) carriers, highway carriers and city carriers relating to the transportation ) of general commodities (commodities for ) which rates are provided in Minimum Rate) Tariff No. 2).

Case No. 5432 (Petition No. 57)

In the Matter of the Investigation into )
the rates, rules, regulations, charges, )
allowances and practices of all common )
carriers, highway carriers and city )
carriers relating to the transportation )
of property in the City and County of )
San Francisco and the Counties of Alameda, Contra Costa, Marin, Monterey, )
Napa, Santa Clara, Santa Cruz, San )
Benito, San Mateo, Solano and Sonoma. )

Case No. 5441 (Petition No. 14)

Jack P. Sanders, for petitioner.

Paul Porton, for Libby McNeill & Libby;

Ralph E. Bell, for H. J. Heinz Company;

Robert D. Boynton and Joseph C. Kaspar,
for California Trucking Associations;
interested parties.

## OPINION

By Petition for Modification No. 57, as amended, in Case No. 5432, and Petition No. 14, as amended, in Case No. 5441, Gerber Products Company seeks amendment of certain items of Minimum Rate Tariff No. 2 and of City Carriers' Tariff No. 2-A - Highway Carriers' Tariff No. 1-A, respectively, by the inclusion therein of canned or preserved baby food.

Public hearing of the petitions was held at San Francisco on June 21, 1955, before Examiner Carter R. Bishop.

The tariff items involved herein are Item No. 610 series of Minimum Rate Tariff No. 2 and Item No. 280 series of City Carriers' Tariff No. 2-A - Highway Carriers' Tariff No. 1-A. They contain extensive lists of canned or preserved foodstuffs, including, among others, fruits, vegetables, meats and soups, on which class and commodity rates, named elsewhere in the tariffs, are applicable. Petitioner proposes to add the following specific entry to these items:

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"Food, baby, canned or preserved, other than frozen, consisting only of strained and chopped foods, in hermetically sealed containers."

Petitioner's traffic manager testified that his company has in Oakland a production plant, warehouse and distribution center for the western states, that the plant turns out more than two million cans of baby food daily, and that petitioner manufactures 60 different varieties of such foods. He asserted that all of these baby foods are now embraced by the aforesaid tariff items, under various entries, and that no change in rates would result under the proposal herein. The purpose of the request, he said, is to clarify the tariffs and to simplify the rating of shipments and the preparation of freight bills:

The list of commodities in Item No. 610 series applies in connection with state-wide fifth-class (carload) and 90 per cent of fourth-class (less-than-carload) rates, and with commodity rates applicable between San Francisco Bay points, Sacramento and Stockton, on the one hand, and San Joaquin Valley points on the other; also between San Francisco Bay points and the Los Angeles area. The list in Item No. 280 series relates to fourth-class rates and certain minimum tonnage commodity rates, all of which apply between points in the so-called East Bay drayage area.

Examples of the commodity descriptions now included in Item No. 610 series, applicable to products of applicant, assertedly are: egg yolk; fruit (not dried, evaporated or fresh); meats, cooked, cured or preserved, with or without cereal or vegetable ingredients; puddings; soups; and vegetables, not dehydrated, evaporated or fresh.

In the early days of canned baby food production when the number of products was small, the witness stated, there were few questions regarding their proper classification. Now, however, with the great variety of canned baby foods produced by the industry, questions are frequently raised as to their proper description and their eligibility for movement under the tariff provisions in question. The adoption of the description proposed herein, he said, would eliminate the possibility of misinterpretation of the tariffs and would reduce the costs incurred both by carriers and shippers in man-hours consumed in the explanation and determination of the applicable tariff provisions.

Granting of the petition, the traffic manager also testified, would simplify the billing of shipments of canned baby foods.
The use of the single entry proposed herein, he said, would eliminate
the necessity of setting forth on the shipping documents the separate
description and weight of each of the kinds of canned baby food
included in a shipment.

According to the witness the transportation characteristics of canned baby foods are the same as those of canned foods for adult consumption which are now specifically named in the tariff items involved herein. The cans of baby foods are packed in fibreboard cartons complying with Rule 5 of the Consolidated Freight Classification, as are canned foods for adults; the amount of handling accorded the two classes of traffic is substantially the same; canned baby foods, like adult canned foods, will not contaminate other freight; and the claim experience in each class is

According to the witness, the carriers have consistently applied the rates governed by the items here in issue on applicant's shipments of baby foods. Frequently, in order to establish the propriety of those rates, it has been necessary to furnish the carriers detailed information regarding the products in question.

low. The witness also testified that the values of each of these groups of commodities are comparable.4

The commodity description proposed herein, applicant's traffic manager further testified, has been approved for specific publication in the general canned goods items of numerous rail and highway common carrier tariffs. They include tariffs applicable between California and all states east of the Rocky Mountains as well as between California and other western states. Additionally, the witness said, specific publication of classification ratings on canned baby food had been approved by both the rail and highway carrier classification committees earlier this year. These ratings were the same for less-carload and less-truckload traffic, respectively, as those currently maintained in the carrier classification publications on canned food products in general, including fruits, fruit juices, puddings, soups and vegetables.<sup>5</sup>

The traffic manager introduced into the record the following comparative data on weights and values:

Commodity	Weight per case (Pounds)	Weight per cu.ft. (Pounds)	Value per lb. (Cents)
Gerber Strained Baby Foods	19	45.8	21
Gerber Junior Items	13	48.0	19
Del Monte Asparagus	29	48.0	28
Del Monte Peas	31	58.0	13
Dolly Madison Raspberries	29	48.3	26
Dolly Madison Pears	31	44.0	14
Dole Pincapple	31	41.0	21

Since the hearing in this matter the rail lines have published the same description as that sought herein in the general canned goods items of various tariffs applicable from and to California, including those of the Trans-Continental Freight Bureau, and of the Pacific Southcoast Freight Bureau. Classification ratings on canned baby foods have also been published in the National Motor Freight Classifications. These ratings are the same as those applicable to most canned foods. It appears that the rail classification publications have not yet been amended to include the commodity description sought herein.

The traffic managers of H. J. Heinz Company, and of Libby, McNeill & Libby, testified in support of the petitions. They emphasized the savings in clerical expense, as well as the minimization of problems of tariff interpretation, which would obtain if the petition were to be approved. Both these witnesses testified that the transportation characteristics of canned baby foods are the same as those of other canned foods.

No one opposed the granting of the petitions.

It appears that the issue primarily involved in these proceedings is one of tariff clarification and simplification. This is borne out by the testimony of petitioner's traffic manager to the effect that the carriers have consistently applied on all of its numerous kinds of canned baby foods the rates which are governed by the commodity descriptions presently contained in Items Nos. 280 series and 690 series, supra, and that no change in rates would result under the proposed publication. Additionally, petitioner adduced testimony purporting to show that, from the standpoint of transportation characteristics and of comparative values, the rates and ratings applicable to shipments of canned baby foods, under the minimum rate tariffs involved herein, should be no different from those applicable to canned foods in general. While the showing made with respect to these latter features was not as detailed, the record, viewed as a whole, is persuasive that the inclusion of the proposed commodity descriptions in the tariff items in question has been justified.

While the proposed commodity description may not change the rates currently applicable to petitioner's shipments of canned baby foods, it may, because of its comprehensive nature, embrace foods not manufactured by petitioner and which are not now specified in the lists of articles set forth in Items Nos. 280 and 610 series, supra. For this reason, the inclusion of the proposed description in those items would be construed as a reduction.

Upon careful consideration of all the evidence of record, the Commission is of the opinion and hereby finds that the petitions, as amended, should be granted: So that the distribution of tariffs will be limited to those parties interested in each of the publications involved, a separate order covering City Carriers' Tariff No. 1-A - Highway Carriers' Tariff No. 2-A will be issued.

## ORDER

Based upon the evidence of record, and upon the conclusions and findings set forth in the preceding opinion,

IT IS HEREBY ORDERED that Minimum Rate Tariff No. 2 (Appendix "D" to Decision No. 31606 as amended) be and it is hereby further amended by incorporating therein, to become effective November 15, 1955, the revised pages attached hereto and by this reference made a part hereof, which pages are numbered as follows:

Eleventh Revised Page 6 cancels Tenth Revised Page 6 Twelfth Revised Page 47 cancels Eleventh Revised Page 47

IT IS HEREBY FURTHER ORDERED that tariff publications authorized to be made by common carriers as a result of the order herein may be made effective on not less than five days' notice to the Commission and to the public if filed not later than sixty days after the effective date of the tariff changes herein involved.

IT IS HEREBY FURTHER ORDERED that in all other respects said Decision No. 31606, as amended, shall remain in full force and effect.

This order shall become effective twenty days after the date hereof.

Commissioners /

/ * /	Item		Item
COMMODITY	Number	COMMODITY	Number
ood, Clover	6522,654	Gable Ornaments	660,690
ed, Gluten	652,6522,654	Garlic Chips	(1)
ed, Mill	652,652,654	Garlic Powder	(1)
ed, Poultry	652,652,654	Cas, petroleum liquefied	
ed, Sorghum (M)	6522,654	Cauges, Bit	365
eterita	652,6522,654	Colatine	360
ig Paste	350	Generators, Electric (M)	365
			652,6522,654
ig Pulp	350	Germ	
igs, dried	350,640.	Ginger Ale	600
ire Brick (M)	365	Glucose	360
ire Clay (M)	365	Glycerine, unmedicated	395
ish, cooked, pickled	( · ·	GrainProducts, as described	652,6522,654
or preserved	(1)	Gram	652,652,654
ish, other than		Grains, Brewers'	652,6522,654
fresh or frozen	360	Grains, Distillers'	652,6522,654
Mich Roe	(1)	Grate Bars	365
Sittings, Iron or	\-/	Grille Work	660,690
	1265 200	•	365
Steel Pipe	365,378	Crips	
Fittings, Closet		Grit	6522,654
and Pantry	660,690	Grits	652,6525,654
Fixtures, Built-in	660,690	Groats	652,6522,654
Flakes, Brewers'	652,652 <del>2</del> ,654	Guides, Wire Line	365
Flakes, Hominy	652,6522,654	Gum, Chewing	360
Flavoring Compounds	360	Gutters	660,690
Floxseed	652,654		
Flour, Bean	653,654	Handles, wooden	365
	652,6522,654	Hand Rails	660,690
Flour, Grain	1452 651		657,658
Flour, Potato	653,654	Hay	660,600
Flour, Prepared	653,654,655,656	Hoading.	660,690
Flour, Ricc	653,654	Heads, Control Casing,	200
Flowers, fresh cut	340	Drive Pipe or Casing	365
Flues, Boiler	365	Hegori	652,652,654
Fodder, bean, cane,	Į.	Higera	652,652,654
corn or pea	657,658	Hominy	(1),652,652
Fondant, Candy	360		654
Food Comes!	360	Hominy Flakes	652,6522,654
Food, Cereal Food, baby	(1)		360,610
Food, Infants or		Honey	660,690
Food. Infants or invalids	360	Honoy Box Lumber	000,000
Food Preparations,	1	Hooks, Casing, Sucker	260
Cereal	360, 655, 656	Rod, Throwoff or Tubin	el 365
Forges	365	Horseradish	360
Frames (Blind,		Horseradish, prepared	(1)
sercen and door)	660,690	Hulls	652,6522,654
Frames, Window	660,690	Hulls, cottonseed :	6527,654
Fruit, candied,		Hulls, rice	6522,654
crystallized, glaze	<u>a !</u>		
or stuffed	360	Icc	659
Fruit, crushed	(1)	Ico Cream	370
	350,640	Icings	360
Fruit, dried	220,040	Insecticides (M)	723-726
Fruit (not dried,	LN /71	There are Decode	660,690
evaporated nor fres	h) (1)	Ironing Boards	365
Fruit Juice	600	Iron, Plate or Sheet	
Fruit Juice; Powders			- 260
or Crystals, Citrus	360	Jacks, Oil Well Pumpin	g 365_
Fruit Peel, Candied,	,	Jacks, Well Tool	365
Crystallized,	1	Jam	(1)
Clacod or Stuffed	360	Jamos, Door	660,690
		<del> </del>	(1)

Joints, Rotary Tool and Sucker Rod Juice, Clam Juice, Fruit Juice, Tomato Juice, Vegetable Kaffir Corn	365 (1) (1) (1) (1) (1) 652,652,654	Kelp Kitchen Cabinets Lacquers Lard Lard Compounds Lard Substitutes Lath Leaves, cactus	652½,654 660,690 377 360,730 360 360,730 660,690 657,658
Kaoliang	652,6522,654	Leaves, cactus Lontils (M)	657,658 653,654

# Addition, Decision No. 52050

- (1) See "Canned Goods and Other Articles as described in Item No. 610."
- (M) Denotes articles on which application of rates is limited to mixed shipments.

EFFECTIVE NOVEMBER 15,1955

Issued by the Public Utilities Commission of the State of California, San Francisco, California.

Correction No. 676

.Item No.	SECTION NO. 3	COMMODITY RATES (Continued)				
	(Applies in connection with rates or ratings making specific reference hereto.)					
	CANNED GOODS AND OTHER ARTICLES, in					
!	in boxes, or in bulk in barrel	Ls, except as otherwise provided (See				
:	Note 1), not subject to Item 1	No. 300, viz.:				
	Boans and Pork	Oil, olive or calad,				
	Broads,	Olivos,				
	Brine,	Onion Chips, in packages named, or				
,	Broths,	in bulk in boxes, or in double				
	Buttor, fruit,	bags, or in multiple-wall paper				
	Butter, peanut (peanut paste),	bags,				
•	Buttormilk (not Cosoin), not	Onion Powdor, in packages named, or				
1	powdered or flaked,	in bulk in boxes, or in double				
	Ch676	bags, or in multiplo-wall paper				
	Chili, ground, Chowdors,	bags,				
	Cocoanut, prepared, in packages	<b>5</b> . <b>4 4</b> . <b>4 4</b> . <b>4 4 4 4 4 4 4 4</b> . <b>4</b> .				
	named, or in paper cartons in	Paste, tomato,				
į	boxos, or in bulk in boxes,	Poctin, fruit or vogotablo, Pickles (Cauliflower, Cucumber, Dill				
Ì	or in double bags, or in mul-	Wood, Kraut, Mangoos, Onions and				
	tiplo-wall paper bags.	Tomato),				
	com,	Pio Proporations (fruit in syrup or				
	Egg Yolk, in cans in boxes,	in paste form compounded with				
	Food, animal, containing more	flour or sugar and flavored),				
	than 50 percent of meat, in motal cans,	Pimontos (cannod poppers),				
1.	motal cans,  Figh cooled night of an area	Puddings,				
	Fish, cooked, pickled or pro- served, with or without irmit	Pulp, fruit or vegetable,				
×610-	or vegetable ingredients in packages named, or in bulk	Purce, tomato,				
Cancel		now and thought				
610-		Ravioli (properod), with or without cheese, ment or vegetable ingre-				
	//oRood, baby, cannod or preserved.	dients,				
	anim of strained and chopped	Rico-and-milk cooked,				
	#oPood, baby, camped or preserved, other than irezon consisting only of strained and chopped roods, in hermetically sealed containers,	tero - constant				
	Fruit(not irosh), crushed,	Sandwich Sproad,				
	Frwit(not dried, evaporated or	Sausago.				
,	fresh) in liquid other than alcoholic liquor,	Scusago Casings, pickled or salted, in bulk in barrels,				
	Garlie Chips, in packages	Soups,				
į	nemed, or in bulk in boxes,	Spagnetti (propered, with or without				
1	or in double bags, or in	cheese, meat or vegetable ingre-				
	multiplo-well paper bags,	dients.				
	Garlie Powdor, in packages	Spagner and Cheese, with sence, in combined packages in boxes,				
	named, or in bulk in boxes,	companed pacinges in boxes;				
	or in double bags, or in	Table Sauces, including Catsup,				
	multiple-well paper bags,	Proporod Horsorodish, Proporod				
	Transferen	Mustard, Pepper Sauce or				
	Hominy,	Salad Drossing,				
İ	Honoy, in bulk in motal cans,	المعاشدة فيستيم والاناع المتعارضين				
	Jam,	Vogetables (not dehydrated, dried,				
	Jolly,	overporated nor fresh),				
İ	Juico, clam,	Vermicolli (properod), with or				
1	Juico (not syrup) fruit, un-	without choose, meet or vego-				
ì	fermented,	table ingredients,				
	Juice, tometo,					
	Juice, vegetable,					
1	1'	•				

Macaroni (prepared), with or Vinoger, without cheese, meet or vegetable ingredients, Wolsh Rarobit: Mosts, cooked, cured or proserved, with or without coreal or vegetable ingrodients, in packages nomod, or in bulk in crates or boxes, Milk (condensed or evaporated), liquid, Milk, storilized, liquid, flavored or not flavored, Milk (not maltod), Buttor-milk (not Casoin) or Dry Milk Solids, powdorod or flaked, in packages named, or in fibro cens, or in bulk in boxes, or in double bags, or in multiplo-wall paper bags, Multiplo-wall paper bags,
Mince Meat,
Molasses or Sympps, as described
under the heading "Foodstuffs,
Deverages or Beverage Preparations,
Not Named In Other More Specific
Groups" in the current classification,

Note 1.—Rates or ratings applicable to shipments in boxes will apply also to such shipments in fibreboard boxes in metal strapped bundles or cratesi

Rates or ratings applicable to shipments in berrols will apply also to such shipments in hogsheads, pipes, punchoons, therees, easies; drimes, helf-berrols, querter-berrols; sixth-berrols, eighth-berrols or kogs.

\* Change 52050 # Addition Docision No. o Reduction )

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