Decision No. 56002

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Investigation on the Commission's own motion into the operations, rates, and practices of MERRILL J. BROWN, doing business as BROWN'S TRUCKING.

Case No. 5971

Merrill J. Brown, in propria persona.

Martin J. Porter and George B. Dill,

for the Commission's staff.

OPINION

On August 27, 1957, the Commission issued an order instituting an investigation into the operations, rates and practices of Merrill J. Brown, doing business as Brown's Trucking.

A public hearing was held before Examiner Thomas E. Daly at San Francisco on October 29, 1957, and the matter was submitted.

During the course of hearing, the staff presented witnesses from the Commission's Transportation Division. The results of their investigation were introduced into the record.

The investigation covered the period from August 1956 to March 1957.

The record consists primarily of 27 freight bills and supporting documents, which indicate violations of the minimum rates resulting in undercharges amounting to \$1,476.06.

On a number of beer shipments moving from Los Angeles to San Leandro, respondent charged rates of 29 cents and 36 cents per 100 pounds. Said rates were applied to the actual weight of the shipments, which averaged approximately 40,000 pounds each. The minimum rail rate is 29 cents per 100 pounds applicable to minimum

shipments of 60,000 pounds. Respondent also consolidated shipments which did not comply with the provisions of Item 85-A of Minimum Rate Tariff No. 2 and on several occasions he failed to include appropriate off-rail charges.

A question arose as to whether the Pioneer Pallet Company located in Oaklard was "on-rail." The record shows, however, that the pallet company is "off-rail."

Respondent stipulated that at the time the order instituting investigation of his operations was issued, he was engaging subhaulers without having filed with the Commission a bond in conformity with Section 3575 of the Public Utilities Code and General Order No. 102. Since that time, he stated, the necessary bond has been filed.

After consideration, the Commission is of the opinion and so finds that, during the period here involved, respondent acted in violation of the Public Utilities Code by charging, demanding, collecting and receiving a lesser compensation for the transportation of property than that applicable in Minimum Rate Tariff No. 2, and that he operated in violation of Section 3575 of the Public Utilities Code and General Order No. 102. Respondent will be directed to cease and desist from the collection of charges not authorized. Respondent's

- (a) To collect the undercharges indicated upon Appendix "A" attached hereto.
- (b) To notify the Commission in writing upon the consummation of said collections.
- 5. That in the event the charges to be collected, as provided in paragraph 4 of this order, or any part thereof, remain uncollected eighty days after the effective date of this order, respondent shall submit to the Commission, on Monday of each week, a report specifying the action taken to collect said charges and the results of said action, until said charges have been paid in full or until further order of this Commission.
- 6. That the Secretary of the Commission is directed to cause personal service of this order to be made upon respondent, and this order shall become effective twenty days after the completion of said service.

Dated at Amelkanciaco, California, this 174

President

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By Hardyo

Commissioners

APPENDIX A

Freight Bill Number	Rates Charged	Rates That Should Have Been Charged	Amount of Undercharges
077132 07605 081516 091171 091171 091171 0142768 014270 0142707 014270 0	\$125.38 118.38 125.39 1	\$174.00 1	282288402846858593882346959 4548553223331839215999055289 4544553223331839215999055289