Decision No. <u>56205</u>

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BEFORE THE FUBLIC 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 for Modification No. 90

<u>A. P. Davis, Jr.</u>, for Albers Milling Company, petitioner. <u>Arlo D. Foe</u>, J. C. Kaspar and James Quintrall, for California Trucking Associations, Inc., interested party.

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

Item No. 610 series of Minimum Rate Tariff No. 2 is a description of articles included in the term "canned goods and other articles" for which exception ratings and commodity rates are established in other items in the said tariff. One of the articles included therein is "Feed, animal, containing more than 50 percent of meat, in metal cans."

By petition filed July 26, 1957, as amended August 31, 1957, Albers Milling Company requests that the animal feed description be broadened to include fish as well as meat.

Public hearing was held before Examiner William E. Turpen at Los Angeles on December 10, 1957. Among other products, petitioner manufactures two types of pet food. The one designed and marketed for dogs has a meat base and satisfies the animal feed description in Item No. 610 series. The other pet food, designated as cat food, however, has a fish base and is not included in the animal feed description. It is petitioner's contention that the cat food should enjoy the same freight rate treatment as the dog food.

A witness for petitioner introduced into evidence an exhibit showing the composition of several brands of pet foods and compared the density and value of his company's cat and dog foods with several other commodities selected from those listed in Item No. 610. The exhibit shows that the cat food and the dog food have densities per cubic foot of 46.3 and 54.3 pounds, respectively, and values per gross pound of 9.7 and 11.2 cents, respectively. The other commodities named in the exhibit have densities per cubic foot ranging from 20.2 to 59 pounds, and values per gross pound ranging from 6.8 cents to \$1.05.

The witness testified that the cat food, except for containing fish instead of meat, is substantially the same as the dog food and that the packaging and transportation characteristics are almost identical. He also said that his company often ships the cat food and the dog food together with canned evaporated milk. He further stated that classification and commodity descriptions of animal feed in tariffs applicable interstate and intrastate in other states include. both meat and fish. The witness proposed that, if

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the petition should be granted, the description also include a mixture of meat and fish, as he discovered at least one brand of cat food containing both.

Representatives of two other manufacturers of cat foods testified in support of the petition. A representative of the California Trucking Associations, Inc., opposed the granting of the petition. He said that his Association is opposed generally to reductions in the minimum rates as causing a gradual erosion of the minimum rate structure. He said that, although the proposal herein has all the marks of reasonableness, it is only reasonable "because of an error that the Commission made when it put that animal feed item in a proceeding decided some 17 years ago"¹ and that Item No. 610 series should be limited to foods intended for human consumption.

It appears that the animal feed when made with a fish base or a meat and fish base has the same transportation characteristics as when made with a meat base and should enjoy the same rating. In Decision No. 33245, supra, the Commission stated that the canned goods description "is not in any way limited to commodities intended for human consumption, and no justification has been shown for providing such a limitation at this time." The record in this proceeding contains no evidence to cause us to change this viewpoint. The Commission is of the opinion and finds that canned animal feed

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Decision No. 33245, dated June 25, 1940, in Case No. 4246.

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containing more than 50 percent of fish, or meat and fish, should be accorded the same treatment in Minimum Rate Tariff No. 2 as canned animal feed containing more than 50 percent of meat. Item No. 610 series of Minimum Rate Tariff No. 2 will be amended accordingly.

Inherent in the petition is relief from the long-and-shorthaul provisions of Article XII, Section 21, of the Constitution of the State of California, and Section 460 of the Public Utilities Code, in order to permit the application of the approved commodity descriptions in connection with rates which are nonintermediate in application. For the reasons that departures from the above statutory provisions were authorized for the rates, like authority is justified for application of the commodity descriptions. Such authority will be granted.

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

IT IS ORDERED:

1. That Minimum Rate Tariff No. 2 (Appendix "D" to Decision No. 31606, as amended) is further amended by incorporating therein, to become effective March 9, 1958, Fifteenth Revised Page 47, which revised page is attached hereto and by this reference made a part hereof.

2. That common carriers, in establishing and maintaining the commodity descriptions authorized hereinabove, be and they are authorized to depart from the provisions of Article XII, Section 21,

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of the Constitution of the State of California, and Section 460 of the Public Utilities Code, to the extent necessary to adjust long-andshort-haul departures now maintained under outstanding authorizations; that such outstanding authorizations be and they are hereby modified only to the extent necessary to comply with this order; and that schedules containing the commodity descriptions published under this authority shall make reference to the prior orders authorizing longand-short-haul departures and to this order.

3. 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.

4. 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.

Dated at San Francisco , California, this frug day of 1958. esident

Commissioners

-5- Commissioner...Rex Hardy necessarily absent, did not participato in the disposition of this proceeding. Fifteenth Revised Page 47 Cancels Fourteenth Revised Page 47

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MINIMUM RATE TARIFF NO. 2

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 barrels	n earthenware, glass or metal cans
	in boxes, or in bulk in barrels, except as otherwise provided (See Note 1), not subject to Item No. 300, viz.:	
	Beans and Pork, Breads,	Molasses or Symps, as described
	Brine,	under the heading "Foodstuffs.
	Broths,	Beverages or Beverage Prepara- tions, Not Named In Other More
	Butter, fruit, Butter, peanut (peanut paste),	Specific Groups" in the current
	Buttermilk (not Casein), not	classification,
	powdered or flaked.	Cil, cooking, olive or salad, Olives,
	Chili, ground, Chowders,	Onion Chips, in packages named, or
	Cocoanut, prepared, in packages	in bulk in poxes, or in double
	named; or in paper cartons in	bags, or in multiple-wall paper bags,
	boxes, or in bulk in boxes,	Onion Powder, in packages named.
	or in double bags, or in mul- tiple-wall paper bags,	or in bulk in poxes, or in
	Corn,	double bags, cr in multiple- wall paper bags,
	Egg Yolk, in cans in boxes,	Paste, tomato,
	*Food, animal, containing more than 50 percent of meat, #cor fish or	Poctin, fruit or vegetable,
	meat and fish, in metal cana.	Pickles (Cauliflower, Cucumber, Dill Weed, Kraut, Mangoes,
	rion, cooked, pickled or pre-	Onions and Tomato),
610-0	served, with or without fruit or vegetable ingredients,	Pie Preparations (fruit in syrup
Cancels 610-N	in packages named, or in bulk	or in paste form compounded with flour or sugar and flavored
	in boxes, Fish Boo coolead at all a	Fimentos (canned perpers).
	Fish Roe, cooked, pickled or preserved,	Pizza Pie Mix, consisting of flour
	Food, baby, canned or preserved.	yeast and sauce, with or without cheese, in combined packages, in
	other than frozen, consisting only of strained and chopped	Doxes,
	foods, in hermetically sealed	Puddings,
	containers,	Pulp, fruit or vegetable, Furce, tomato,
ł	Fruit (not fresh), crushed, Fruit (not dricd, evaporated or	Ravioli (prepared), with or without
	iresh) in liquid other than	cheese, meat or vegetable in- gredients,
	alcoholic liquor,	Rice-and-milk cooked,
	Fruit Drink, consisting of con- contrated fruit juice, water	Sandwich Spreads, including cheese
	and fruit derivatives, not	spreads, in packages named or in paper cartons in boxes,
	carbonated, in metal cans.	Sausage,
	Garlic Chips, in packages named, or in bulk in boxes, or in double	Sausage Casings, pickled or salted,
	page, or in multiple-wall paper	in bulk in barrels, Soups,
	pags,	Spaghetti (prepared), with or
	Garlic Powder, in packages named, or in bulk in boxes, or in double	without cheese, meat or vere-
	bage; or in multiple-wall paper	table ingredients, Spaghetti and Cheese, with sauce,
	bage, Hominy,	in combined packages in
	Honcy, in bulk in metal cans.	boxes,
ł	Jam,	

Jelly, Table Sauces, including Cat-Juice, clam, sup, Prepared Horsoradish, Juice (not syrup) fruit, unformented, Prepared Mustard, Pepper Juice, tomato, Sauce or Salad Dressing, Juice, vegetable, Vogetables (not dehydrated, Macaroni (prepared), with or without dried, evaporated nor cheese, meat or vegetable ingredients, fresh), Macaroni and Cheese, in combined Vermicelli (prepared), with packages, in boxes, or without cheese, meat Meats, cooked, cured or preserved, with or vegetable ingredients, or without cercal or vegetable in-gredients, in packages named, or in Vincgar, bulk in crates or boxes, Welsh Rarebit, Milk (condensed or evaporated), liquid, Whey, condensed or powdered, Milk, sterilized, liquid, flavored or in packages named, or in not flavored, fibre cans, or in bulk Milk (not malted), Buttermilk (not in boxes, or in double Casein) or Dry Kilk Solids, powdered or flaked, in packages named, or in bags, or in multiple-wall paper bags. fibre cans, or in bulk in boxes, or in packages in boxes, or in double bags, or in multiple-wall paper bags, Mince Meat, NOTE 1.-Rates or ratings applicable to shipments in boxes will apply also to such shipmonts in fibreboard boxes in metal strapped bundles or crates. Rates or ratings applicable to shipments in barrels will apply also to such shipmonts in hogsheads, pipes, puncheons, tiorces, casks, drums, half-barrels, quarter-barrels, sixth-barrels, eighthbarrels or kegs. * Chango # Addition Decision No. 56205 & Reduction) EFFECTIVE MARCH 9, 1958 Issued by the Public Utilities Commission of the State of California, San Francisco, California. Correction No. SOL

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