Decision No. $\qquad$


BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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In the Matter of the Investigation)
into the rates, rules, regularions,)
charges, allowances and practices )
of all common carriers, highway )
carriers and city carriers relating)
to the transportation of property )
within San Diego County (trans- )
portation for which rates are
provided in City Carriers' Tariff (
No. 7 - Highway Carriers' Tariff
No. 9).
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Case No. 5439
Perition for
Modification No. 1

James Quintrall, for California Trucking Associations, Inc., petitioner.
Milton Hallen and Eugene E. Smith, for Alsynite Company of America, interested party.
Leonard Diamond, for the Commission's staff.

## OPINION ON REHEARING

By Decision No. 55255 dated July 9, 1957, the Commission established Minimum Rate Tariff No. 9-A which contains minimum rates, rules and regulations for the transportation of property over public highrrays in the San Diego Drayage Arca. The minimum rates so established became effective September 1, 1957.

Upon petition filed by the Alsynite Company of America, hereinafter called Alsynite, the Commission, on October 8, 1957, ordered rehearing in this proceeding limited to the petitioned modification of the boundary line between drayage zones 7 and 8.

Rehearing was held on December 30, 1957, before Examiner Jack E. Thompson at San Diego.

The presently prescribed boundary line between zones 7 and 8 runs easterly from the Pacific Ocean via Forward Street and various streets to where Balboa Street crosses the tracks of The Atchison, Topeka and Senta Fe Railway Company, hereinafter called ATSF, and thence northerly along the tracks to the boundary line of the corporate limits of the City of San Diego in Rose Canyon.

The area in issue here is a narrow strip of land, approximately 1,000 feet at its widest part, which is between 01d Pacific Highway and its continuation U. S. Highway 101 and the ATSF tracks extending northerly for approximately one mile from Balboa Avenue. Alsymite and ten other industries are located on this strip of land which is presently in zone 8. There are industries in zone 7 which are immediately south and east of this strip. The minimum rates for transportation to downtown San Diego (zone 1) are lower from zone 7 than from zone 8 . Other than the strip hereinbefore referred to, zone 8 is principally a residential and comercial area. There are numerous industries in zone 7, some of which are in the immediate area of the aforementioned strip. It appears from the record that Alsynite and the other ten industries have competitors in the San Diego Drayage Area. It is their desire to obtain transportation rates closer to those of their competitors.

No objection was made to the extension of the boundaries of zone 7 to include these industries. The California Trucking Associations, Inc., asserted that while they did not oppose the modification proposed by Alsynite, they were opposed in principal to the enlargement or extension of drayage zones which would provide a
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larger area or territory covered by a rate which was predicated upon performance data and cost data of operations conducted in the smallex area.

It is clear that the strip of land hereinbefore referred to is a part of what is known as the Pacific Beach industrial area and should be included in zone 7. We are mindful of the fact that enlargement of zones can result in circumstances where the minimum rates prescribed for transportation to an enlarged zone may become unreasonably low but such is not the case here. The strip of land is very small and is along U. S. Highway 101 which must be used by motor carriers in performing transportation from a number of industries north of the strip and in zone 7 to downtown San Diego. The warehouse of a large aircraft industry is located almost a mile north of the northernmost industry in the strip. It is immediately east of the ATSF tracks and therefore is in zone 7. If it were inmediately west of the tracks, as are Alsynite and the other ten industries, it would be in zone 8. It appears that old Pacific Highway and U. S. Highway 101 provide a proper boundary line between zones 7 and 8 in that, according to the evidence of record, the industrial area lies to the east thereof and the residential and comercial area is to the west.

In its petition for rehearing, Alsynite proposed that the boundary line of zones 7 and 8 be over the same streets from the Pacific Ocean to Balboa Avenue as at present and then northeriy along old Pacific Highway and U. S. Highway 101 to a point opposite Elvira Siding on the ATSF, and thence, as at present, along the ATSF tracks to the city limits of San Diego in Rose Canyon. This modification
would extend the strip from one mile in length to 3 miles; however, the two additional miles would merely be a strip ranging in width from approximately 20 feet to 200 feet, much of which is on the side of the canyon and is unsuitable for development.

At the rehearing, Alsymite stated that it had been informed by the Commission's staff that it would be desirable to have the boundaries relate to definite physical or geographical objects and demarcations rather than to imaginary lines drawn between two points. Acting upon such information, it amended its proposal and suggested that the boundary line be extended northward from Elvira along U. S. Highway 101 to Miramar Road and thence easterly along Miramar Road to the city limit. Miromar Road is the first east-west thoroughfare crossing U. S. Highway 101 to the north of the strip of land here involved. This proposal would transfer an additional area of approximately four square miles from zone 8 to zone 7 . From the testimony it appears that this additional area is presently undeveloped. Some maps show that a portion of this additional area is a rifle range of the U. S. Marine Corps. The establishment of the boundary at Miramar Road would result in a substantial enlargement of zone 7 which is not warranted by the record herein.

While it is desirable to establish boundaries by metes and bounds over streets and roads, the establishment of a boundary line which, in part, would be an imaginary line from U. S. Highway 101 due east to the main line of the ATSF at Elvira should not present any actual difficulties in the administration and enforcement of the minimum rates. The tracks of the ATSF at Elvira are parallel to and

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almost contiguous to U. S. Highway 101. At that point the tracks are approximately 30 feet from the highway. It does not appear that chere is sufficient land between the tracks and the highway for any building so that it is improbable that any real problem could develop as a result of the establishment of the boundary line at Elvira.

Upon consideration of all of the facts and circumstances of record, the Commission is of the opinion and finds that the boundary line between zones 7 and 8 should be modified as set forth in the order which follows, and that the minimum rates resulting from said modification are just, reasonable and nondiscriminatory minimum rates for the transportation of property.

## ORDER ON REHEARING

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

## IT IS ORDERED:

1. That Minimm Rate Tariff No. 9-A (Appendix B of Decision No. 55256, as amended) is further amended by incorporating therein, to become effective March 15, 1958, First Revised Page 10 and First Revised Page 11, which pages are attached hereto and made a part hereof.
2. That tariff publications authorized to be macie 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 provided.
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3. That in all other respects said Decision No. 55256
shall remain in full force and effect.
The effective date of this order shall be twenty days after the date hereof.


Comissioners

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| ---: |
| SECINIMUM RATE TARIFF NO. 9-A |
| APPLICATION OF TARIFF - TERRITORIAL (Continued) |

(Items Nos. 30 through 38, inclusive)

## $\because$ ZONE 7 (Concluded)

Soulevard, southeasterly along Foothill Boulevand to
Ingraham Street; southerly along Ingranam Street to Diamond Street; easteriy along Diamond Street to Noyes Street; motherly along Noyes Street to Chalcedony Street; easterly lalong Chalcedony Street to Comino Vuelto; southeriy along Camino Vuelto to Avenida Alture; easterly along Avonida Altura to Calle Tinto; southerly along Calie Tinto to Balboa Averue; easterly along Balboa Avenue to Pacific Highway; northerly along Pacific Eighwey (U.S. Eighway No. 101) to a point directiy west of Elvira Siding, a point on the innes of the Atcinison, Topcina and Santa Fe Raliway Company; east to the tracks of the main inno of the Atchison, Topeka and Sonta Fe Railway Company at Elvira Siding; northeasterly along said track to the city limit ilne of the city of San Dieso in Rose Canyon; southe nsteriy and northeasteriy al ong sald city Ilmit lino to Murphy Canyon Road; southerly along Kurphy Canyon Road to Camano Del Rio; westerly alomg. Camino Del Rio to point of begidning.
$\div 38-A$ Cancels 38

## *Zone 8

Beginning at the intersection of Pacific Eighway (U.S. Highway No. 101) with Belboa Avenue; thence westerly along Baiboa Avenue to Calle Tinto; northerly along calie Tinto to Avenida Altura; westoriy along Avenida Altura to Camino Vuelto; northeriy along Cemino Vuelto to Chalcodony Street; westerly along Chalcedony Street to Noyes Street; southerly ialong Nojes Street to Diamond Street; wosterly along Diamond Street to Ingraham Street; northerly along Ingrahem Street to Foothili Boulevard; northnesteriv along Foothill Boulefoand to Fanuel Street; northeriy al ong Fanuel Stroet to Agate Strcot; westerly along Agate Street to La Jolla Mosa Drive; Northerly along La Jolla Mesa Drive to Inida Rosa Avenue; northwesterly along Linda Rosa Avenue to Formard Street; westerly along Forward Street to the Pacific Ocean; nor therly along the shoreinge of the Pacific ocean to the city Iimit Iine of the City of San Diego; southeasteriy along said city Iimit ine to on intersection with the main IIne track of The Atchison, Topeka and Santa Fe Railway in Rose Canyon; southrosterly along sald railway track to the Elvira Sidine; west to a point on Pacivic Hichmay (U.S. Eighway No. 101); southerly along Pacific Highway (U.S. (Figkway No. 101) to point of beginning.

## * Chanse. Decision No. <br> 

## EFFECTIVE March 26,1958

Issued by the Public Utilities Comission of the State of Califormia San Francisco, Canifornia Correction NO.. 5


