ORIGINAL

Decision No. <u>58924</u>

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of UNITED AIR LINES, INC., for authority to increase intrastate passenger fares.

In the matter of the application of WESTERN AIR LINES, INC., for an increase in intrastate air passenger fares.

Application of AMERICAN AIRLINES, INC., for authority to increase intrastate passenger fares.

Application of SOUTHWEST AIRWAYS COMPANY for an increase in intrastate air passenger fares.

Application of TRANS WORLD AIRLINES, INC.,) for authority to increase passenger fares) and excess baggage charges under Section) 454 of the California Public Utilities) Code and Rule 23 of the Public Utilities) Commission of the State of California.)

Application of BONANZA AIR LINES, INC., for an increase in intrastate air passenger fares. Application No. 39775 (As Amended)

Application No.39776 (As Amended)

Application No. 39795

Application No. 39807

Application No. 39809

Application No. 39811

SUPPLEMENTAL OPINION AND ORDER

By Decision No. 56849, dated June 17, 1958, in these proceedings, applicants were authorized to establish increases in passenger fares not to exceed four percent plus one dollar per one-way fare. While applicants maintain round-trip first class fares on the basis of 190 percent of the one-way first class fares, and other fares on a basis of percentages of the one-way adult fares, the tariff publications set forth the round-trip fares and other fares specifically. It was the intention of the Commission that the applicants be authorized to increase all passenger fares; and, with respect to round-trip fares, children's fares, family-plan fares and other special fares embraced within the applications, to maintain the present percentage relationships to the adult one-way fares.

ds

A. 39775 (Amd), et al. ds

It has also been directed to our attention that the authority granted in Decision No. 56849 does not permit the rounding off of the fares resulting from the application of the authorized increases. The methods proposed by applicants for the rounding off process were not uniform. The method proposed which would result in the greatest increase in fares provides that when the one-way fare increased by four percent plus one dollar results in a figure not ending in exactly "0" or "5" cents that it be further increased to the next higher "0" or "5" cents; and that in the case of round-trip fares, when the figure resulting from 190 percent of the increased one-way fare ends in a digit other than "0" it be further increased to the next higher "0". The lowest one-way fare proposed is \$4.10 and the lowest round-trip fare proposed is \$7.80. In light of the volume of the fares involved the increases resulting from said rounding off processes will be negligible.

So as to remove any doubt of the fares authorized by the Commission in these proceedings, the order in Decision No. 56849 will be amended. Therefore, good cause appearing,

IT IS ORDERED that Decision No. 56849 in the above entitled applications be and it is hereby modified and amended so as to rescind, cancel and annul paragraphs 1, 2 and 3 of said order and to substitute therefor the following:

- That United Air Lines, Inc., be and it is hereby authorized to establish, and to make effective on not less than five days' notice to the Commission and to the public, increases in passenger fares, said increased fares not to exceed those set forth and designated as "Proposed Interim Fares" in Part U-51 of Exhibit No. 1 in evidence in these proceedings.
- 2. That Western Air Lines, Inc., be and it is authorized to establish, and to make effective on not less than five days' notice to the Commission and to the public, increases in passenger fares, said increased fares not to exceed those specified in Appendix "D" to Application No. 39776, as amended.

- 2 -

- 3. That American Air Lines, Inc., be and it is authorized to establish and to make effective on not less than five days' notice to the Commission and to the public, increases in passenger fares as proposed in Application No. 39795.
- 4. That Southwest Airways Company be and it is hereby authorized to establish, and to make effective on not less than five days' notice to the Commission and to the public, increases in passenger fares, said increased fares not to exceed those set forth and designated as proposed fares in Exhibit No. 3 in evidence in these proceedings.
- 5. That Trans World Airlines, Inc., be and it is hereby authorized to establish, and to make effective on not less than five days' notice to the Commission and to the public, increases in passenger fares, said increased fares not to exceed those set forth and designated as "Proposed Interim Fares" in Part TWA-4 of Exhibit No. 5 in evidence in these proceedings.
- 6. That Bonanza Air Lines, Inc., be and it is hereby authorized to establish, and to make effective on not less than five days' notice to the Commission and to the public, increases in passenger fares, said increased fares not to exceed those set forth and designated as proposed fares in Part 8 of Exhibit No. 4 in evidence in these proceedings.

The effective date of this supplemental order shall be the date hereof.



- 3 -