

Decision No. 58905**ORIGINAL**

## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Joint Application of THE GREYHOUND CORPORATION, transferor, and V. M. McDONALD and JOHN D. HANSEN, dba SAN PEDRO TRANSIT LINES, transferee, for authority for the former to transfer to the latter its operating rights as a passenger stage corporation between San Pedro and San Pedro Junction (Harbor City), and for incidental relief.

Application No. 41216

O P I N I O N

The Greyhound Corporation (hereinafter at times referred to as Greyhound) requests authority to transfer and V. M. McDonald and John D. Hansen, doing business as San Pedro Transit Lines, (hereinafter at times referred to as San Pedro) request authority to acquire operative rights between San Pedro and San Pedro Junction (Harbor City). In addition, Greyhound requests authority to discontinue service of over-length and -width equipment between said points and to discontinue service over an alternate route between South Harbor City and Wilmington Junction over Anaheim Street. San Pedro requests the same relief from the minimum rate provisions of Decision No. 31606, as amended, as is presently granted to Greyhound. The consideration for the proposed transfer consists in the mutual benefits to be derived by the respective parties to the transaction.

San Pedro is a passenger stage corporation engaged in the transportation of passengers in the vicinity of San Pedro. It is proposed that the time schedules and the rates, fares and charges, and the rules and regulations, shall be the same as those currently

established and published by Greyhound. The existing schedules are such that only one bus is required for the conduct of the operation and San Pedro proposes to use a 29-passenger Flexible bus, urban type.

It is alleged that the present service between San Pedro and Harbor City is being operated by Greyhound as an independent branch line over approximately four miles of route and, except for through passengers transferring at Harbor City, is strictly suburban in character; that because this type of service is similar to the present service of San Pedro, it is believed that San Pedro can better and more economically provide such service; that with the consummation of the proposed transfer Greyhound's use of Alternate Route No. 16.11 between South Harbor City and Wilmington Junction would no longer be usable.

After consideration, the Commission is of the opinion: (1) that the proposed transfer would not be adverse to the public interest; (2) that public convenience and necessity no longer require Greyhound's service over Alternate Route No. 16.11; (3) that public convenience and necessity no longer require Greyhound's over-length and -width equipment over Routes Nos. 16.10 and 16.11; (4) that the requested authority of San Pedro to be exempt from the minimum rate provisions of Decision No. 31606, as amended, should be granted. A public hearing is not necessary.

V. M. McDonald and John D. Hansen are hereby placed on notice that operative rights, as such, do not constitute a class of property which may be capitalized or used as an element of value in rate fixing for any amount of money in excess of that originally paid to the State as the consideration for the grant of such rights. Aside from their purely permissive aspect, such rights extend to the holder a full or partial monopoly of a class of business over a

particular route. This monopoly feature may be modified or canceled at any time by the State, which is not in any respect limited as to the number of rights which may be given.

O R D E R

Application having been filed and the Commission being informed in the premises,

IT IS ORDERED:

(1) That on or before December 15, 1959, The Greyhound Corporation may transfer and V. M. McDonald and John D. Hansen may acquire operative rights authorizing the transportation of passengers and their baggage and express not to exceed 100 pounds in weight per shipment, to be transported in passenger-carrying vehicles only, between the following points and over the following route:

Between San Pedro and Harbor City. From the rear of the Western Greyhound Lines' commission agency at 254 Sixth Street, San Pedro, thence via an unnamed alley, Palos Verdes Street, Fifth Street, Pacific Avenue, Channel Street, Gaffey Street, Vermont Avenue, Normandie Avenue, and Pacific Coast Highway to Western Greyhound Lines' Harbor City commission agency at Frampton Avenue.

Also, from the intersection of Fifth and Center Streets (San Pedro), thence via Center Street and an unnamed alley to the rear of the Western Greyhound Lines' agency at 254 Sixth Street.

(2) That, within thirty days after the consummation of the transfer herein authorized, V. M. McDonald and John D. Hansen shall notify the Commission, in writing, of that fact, and within said period shall file with the Commission a true copy of any bill of sale or other instrument of transfer which may be executed to effect said transfer.

(3) That, on not less than five days' notice to the Commission and to the public, applicants shall, effective concurrently with the consummation of such transfer, amend or reissue the tariffs on file with the Commission, naming rates, rules and regulations governing the common carrier operations here involved, including joint rate arrangements, to show that The Greyhound Corporation has withdrawn or

canceled, and V. M. McDonald and John D. Hansen have adopted or established as their own, said rates, rules and regulations. The tariff filings made pursuant to this order shall comply in all respects with the regulations governing the construction and filing of tariffs set forth in the Commission's General Order No. 79.

(4) That the operative authority heretofore granted to The Greyhound Corporation authorizing the use of Alternate Route No. 16.11 is hereby revoked, said revocation to become effective concurrently with the effective date of the tariff filings required by paragraph (3) hereof.

(5) That the operative authority heretofore granted to The Greyhound Corporation authorizing the use and operation of over-length and -width equipment on Routes Nos. 16.10 and 16.11 is hereby revoked, said revocation to become effective concurrently with the effective date of the tariff filings required by paragraph (3) hereof.

(6) That V. M. McDonald and John D. Hansen are hereby exempt from the minimum rate provisions of Decision No. 31606, as amended, insofar as service is performed between the points and over the route set forth in ordering paragraph (1) hereof.

(7) That First Revised Pages 50, 51 and 108 and Second Revised Page 109 attached hereto are hereby substituted in the place and stead of Original Pages 50, 51 and 108 and First Revised Page 109 of Appendix A attached to Decision No. 55893.

(8) That The Greyhound Corporation shall reestablish service between the points considered if within a period of three

years after the transfer herein authorized service should be discontinued.

The effective date of this order shall be twenty days after the date hereof.

Dated at San Francisco, California, this 18th day of August, 1959.

Ernest R. Bore  
President  
Ed. E. Bore  
E. L. Fox  
Theodore J. Jenner  
Commissioners

## 16.07 - Between East Manhattan Beach and Redondo Beach:

From junction Alternate U.S. Highway 101 and Manhattan Beach Boulevard (East Manhattan Beach), over Alternate U.S. Highway 101 to Redondo Beach, to be operated as an alternate route.

## 16.08 - Between Redondo Beach and South Lomita:

From Redondo Beach, over Alternate U.S. Highway 101 to junction Narbonne Avenue (South Lomita), to be operated as an alternate route.

## 16.09 - Between junction Alternate U.S. Highway 101 and Western Avenue, and Hollywood Race Track:

From junction Alternate U.S. Highway 101 and Western Avenue, over Western Avenue to Imperial Highway to Prairie Avenue, to Hollywood Race Track.

Service is authorized to be conducted only on days of racing meets at the Hollywood Race Track.

No passengers shall be transported over this route unless destined to or from the Hollywood Race Track, on the one hand, and points south of Newport Beach, on the other hand.

The transportation of express is not authorized over this route.

## \*16.10 - Intentionally left blank.

Issued by California Public Utilities Commission.

\*Changed by Decision No. 58905, Application No. 41216.

\*16.11 - Intentionally left blank.

16.12 - Between West Wilmington and junction Alternate U.S. Highway 101 and American Avenue:

From West Wilmington, over Alternate U.S. Highway 101 to junction American Avenue, to be operated as an alternate route.

16.13 - Between Redondo Beach and San Pedro:

From Redondo Beach, over Alternate U.S. Highway 101 to junction Palos Verdes Drive, thence over Palos Verdes Drive via Marineland to junction Twenty-Fifth Street, San Pedro, thence over Twenty-Fifth Street to Gaffey Street, thence over Gaffey Street to Sixth Street, San Pedro, to be operated on-call from and to points on the company's authorized regular routes to and from Marineland, for 25 or more adult fares.

No service shall be rendered to or from intermediate points on this route, except to and from Marineland.

No express shall be transported over this route.

Issued by California Public Utilities Commission.

\*Changed by Decision No. 58905, Application No. 41216.

## D - SANTA MONICA-LONG BEACH AREA: (Contd)

4. Between junction Imperial Highway and Alternate U.S. Highway 101, and Los Angeles International Airport:

From junction Imperial Highway and Alternate U.S. Highway 101, over Imperial Highway to Aviation Boulevard, Century Boulevard to Los Angeles International Airport. (3.3 miles.)

5. Between East Manhattan Beach and Redondo Beach:

From junction Alternate U.S. Highway 101 and Manhattan Beach Boulevard (East Manhattan Beach), over Alternate U.S. Highway 101 to Redondo Beach. (3.5 miles.)

6. Between Redondo Beach and South Lomita:

From Redondo Beach, over Alternate U.S. Highway 101 to junction Narbonne Avenue (South Lomita). (5.8 miles.)

7. Between junction Alternate U.S. Highway 101 and Western Avenue, and Hollywood Race Track:

From junction Alternate U.S. Highway 101 and Western Avenue, over Western Avenue to Imperial Highway to Prairie Avenue, to Hollywood Race Track. (9.8 miles.)

- \*8. Intentionally left blank.

Issued by California Public Utilities Commission.

\*Changed by Decision No. 58905, Application No. 41216.



## D - SANTA MONICA-LONG BEACH AREA: (Contd)

\*9. Intentionally left blank.

10. Between West Wilmington and Long Beach:

From West Wilmington, over Alternate U.S. Highway 101 to junction American Avenue, thence over American Avenue to Long Beach. (5.1 miles.)

11. Between Santa Monica and East Venice:

From Santa Monica, over Main Street to Washington Boulevard, thence over Washington Boulevard to junction Alternate U.S. Highway 101 (East Venice). (3.4 miles.)

Issued by California Public Utilities Commission.

\*Changed by Decision No. 58905, Application No. 41216.