

Decision No. 59463

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
SAN FRANCISCO WAREHOUSE CO., a cor-)
poration, for authorization to trans-)
port rice for C. E. GROSJEAN RICE) Application No. 41709
MILLING CO. within San Francisco at)
rate below minimum rate prescribed)
by City Carriers' Tariff No. 1-A.)

OPINION AND ORDER

Prior orders in Application No. 38287 have authorized applicant, as a city carrier, under Section 4015 of the Public Utilities Code, to transport rice, in sacks, from the plant of C. E. Grosjean Rice Milling Co. in San Francisco to piers on the San Francisco waterfront at less than the established minimum rate but not less than 8 cents per 100 pounds. The authority is scheduled to expire January 27, 1960.

By this application authority is sought to continue to deviate from the minimum rate, but to increase the authorized rate from 8 cents to 9 cents per 100 pounds.

The application states that the conditions under which applicant performs the transportation here involved are generally the same as those prevailing at the time prior authorization was granted, except for increases in costs of doing business. A cost study attached to the application indicates that the total direct and indirect cost to applicant of performing the service is 7.12 cents per 100 pounds, before provision for income taxes or profit. Applicant alleges that it will be able to perform this transportation at a reasonable profit if the authority requested in the application is granted. The Transportation Division staff has reviewed the verified application and has recommended that the sought authority be granted.

The application states that on or about December 1, 1959, a copy was served on the Draymen's Association of San Francisco, and that applicant has been authorized by the secretary of that association to state that his organization has no objection to the granting of the application.

In the circumstances it appears, and the Commission finds, that the proposed rate is reasonable and consistent with the public interest. This is a matter in which a public hearing is not necessary. The application will be granted. However, as the conditions surrounding the transportation may change, the extension will be limited to one year unless sooner changed, canceled or extended by order of the Commission.

Therefore, good cause appearing,

IT IS ORDERED:

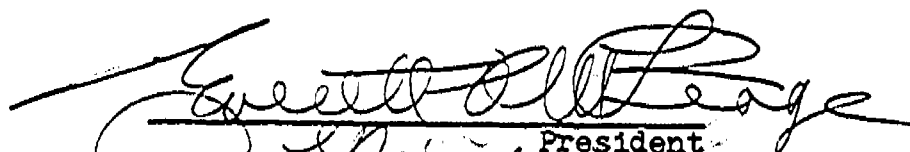
(1) That San Francisco Warehouse Co., a corporation, operating as a city carrier, is hereby authorized to transport rice, in sacks, for C. E. Grosjean Rice Milling Co. from the latter company's plant in San Francisco to piers on the San Francisco waterfront at a rate less than the established minimum rate, but not less than 9 cents per 100 pounds, minimum weight 20,000 pounds, subject to the following conditions:


- (a) The rice shall be palletized by the shipper on the shipper's pallets and loaded onto applicant's vehicles by the shipper.
- (b) Applicant shall not be required to remove the rice from the pallets.
- (c) The weight on which charges are assessed shall not include the weight of the pallets.
- (d) The empty pallets shall be returned from the piers to the rice company's plant without charge.
- (e) The shipper shall tender to applicant for the transportation involved herein a minimum of 1,000 tons of rice per calendar year.

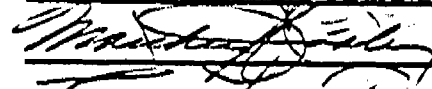
(2) That the authority herein granted shall expire January 27, 1961, unless sooner changed, canceled or extended by order of the Commission.

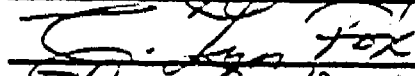
This order shall become effective twenty days after the date hereof.


Dated at San Francisco, California, this 5th day of January, 1960.



President







Commissioners