Decision No. \_ \$1314

## ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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

Application No. 42908

## OPINION AND ORDER

By Decision No. 59463, dated January 5, 1960, in Application No. 41709, San Francisco Warehouse Co. was authorized as a city carrier to charge less than the established minimum rate for the transportation of rice, in sacks, from the plant of C. E. Grosjean Rice Milling Co. in San Francisco to piers on the San Francisco waterfront. The authority is scheduled to expire January 27, 1961.

By this application, filed November 28, 1960, authority is sought to continue to charge less than the minimum rate otherwise applicable for a period of not less than one year. Applicant requests also that the authority be modified by adjusting the authorized rate of 9 cents to  $9\frac{1}{2}$  cents per 100 pounds.

The application states that the conditions under which applicant performs the transportation herein 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 service in question can be conducted at a profit by the applicant under the

No authority for the increase is required, insemuch as applicant performs the transportation as a city permit carrier for which only minimum rates have been established. Authority to continue the use of the sought rate beyond January 27, 1961, is required, however, inasmuch as the rate is below the minimum rate otherwise applicable.

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 92 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

  Jamuary 27, 1962, 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 \_\_\_\_\_day of January, 1961.

President

Commissioners