

Decision No. 61343

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
WALKUP DRAYAGE AND WAREHOUSE COMPANY,)
a corporation, for authorization to)
transport for compensation or hire) Application No. 42100
over the public highways in the)
City and County of San Francisco,)
certain commodities listed in)
the application.)

In the Matter of the Application of)
WALKUP DRAYAGE AND WAREHOUSE COMPANY,)
a corporation, for authorization to)
transport for compensation or hire) Application No. 42129
over the public highways in the)
City and County of San Francisco,)
a certain commodity stated in)
the application.)

SUPPLEMENTAL OPINION AND ORDER

By Decision No. 60094, dated May 9, 1960, issued in the instant proceedings, petitioner was authorized to charge less than the minimum rates for the transportation of newsprint paper within San Francisco. The authorized rate is 11 cents per 100 pounds. By petition filed December 6, 1960, applicant now seeks authority to reduce the rate to 9 cents per 100 pounds.

Prior to the effective date of Decision No. 60094, supra, applicant was authorized to transport newsprint paper for the Hearst Publications, Inc., at a rate of \$1.80 per ton, which is the equivalent of 9 cents per 100 pounds. Pursuant to petitioner's request the 9-cent rate was increased to 11 cents by said decision, on the basis of asserted increased costs but without a detailed study of the alleged cost increases.

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The decision also authorized applicant to extend the less than minimum rate authority for the account of the San Francisco Chronicle.

Applicant now states that the two shippers involved have informed it that they are not sympathetic to the 11-cent rate, and that unless the 9-cent rate is restored they would terminate applicant's transportation service and perform the service with proprietary equipment. Letters to this effect were submitted with the petition. Applicant states that, upon being so informed, it made a study of its cost of the operation of transporting newsprint paper. The study was submitted as Exhibit "C" to the petition. Based upon such study, applicant states that it has satisfied itself that it can transport newsprint paper profitably at 9 cents per 100 pounds, and that such rate is a reasonable minimum rate. Applicant avers that the amount of traffic is substantial and that its loss would have an adverse effect upon applicant's entire operation.

The Transportation Division staff has reviewed the verified application and has recommended that it be granted.

The petition shows that on or about December 5, 1960, a copy thereof was mailed to the Draymen's Association of San Francisco. No objection to the granting of the authority has been received.

In the circumstance, it appears, and the Commission finds, that the proposed rate is reasonable and consistent with the public interest. A public hearing is not necessary. The application will be granted.

Therefore, good cause appearing.

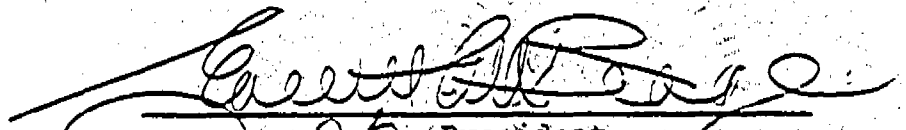
A. 42100, et al - ans


IT IS ORDERED that Appendix "A" of Decision No. 60094, of May 9, 1960, in Applications Nos. 42100 and 42129, is hereby amended by substituting in Item 2 thereof, for the rate of \$.11 per 100 pounds, the rate of \$.09 per 100 pounds.

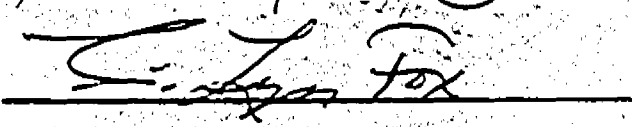
In all other respects Decision No. 60094 shall remain in full force and effect.

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

Dated at San Francisco, California, this 17th day of January, 1961.



President




Commissioners

APPENDIX "A" TO DECISION NO. 51343

WALKUP DRAYAGE AND WAREHOUSE COMPANY
(Within San Francisco)

Item 1

Flour transported for Langendorf United Bakeries, Inc., in quantities of not less than 50,000 barrels per calendar year:

In haul (1) \$.18 per 100 pounds

Item 2

Newsprint Paper, in rolls, transported for Hearst Publications, Inc., and the San Francisco Chronicle, in quantities of not less than 35,000 tons per calendar year:

(1) \$.09 per 100 pounds

Except as otherwise provided herein, rates and charges named in this appendix are subject to the rules and regulations provided in City Carriers' Tariff No. 1-A (Appendix "A" of Decision No. 41363, as amended, in Case No. 4084).

- (1) Not subject to the provisions of Item No. 60 series of said City Carriers' Tariff No. 1-A with respect to tailgate loading and tailgate unloading.

End of Appendix "A"