A. 43747, A. 43762 - ams

Decision No.

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62659



BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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In the Matter of the Application of SAN FRANCISCO WAREHOUSE CO., a corporation, for authorization to transport tobacco products for AMERICAN TOBACCO COMPANY, BROWN & WILLIAMSON TOBACCO CORPORATION and LIGGETT AND MYERS TOBACCO COMPANY within San Francisco at rate below minimum rate prescribed by City Carriers' Tariff No. 1-A.

Application No. 43747) (Filed September 12, 1961)

In the Matter of the Application of WALKUP DRAYAGE & WAREHOUSE COMPANY, a corporation, for authority to charge less than certain minimum rates prescribed in City Carriers' Tariff No. 1-A.

Application No. 43762) (Filed September 15, 1961)

OPINION AND ORDER

By Decision No. 60931, dated October 18, 1960, in Applications Nos. 42625 and 42631, applicants were authorized to assess rates less than the applicable minimum rates for the transportation of cigarettes and manufactured tobacco for designated shippers. The authorities are limited to transportation from applicants' respective warehouses in San Francisco to points and places in Zone 1 as described in City Carriers' Tariff No. 1-A. The authorities are scheduled to expire November 1, 1961.

By these applications authority is sought to continue the rate deviation. Applicants request, also, that authority be modified by adjusting certain of the minimum weight brackets and by increasing the currently authorized rates from 3 to 8 percent.

No authority for an increase in the rates is required from this Commission, inasmuch as applicants, insofar as this proceeding is concerned, are permit carriers for which only minimum rates have been established. Authority to continue the use of the previously authorized rates beyond November 1, 1961, is required, however, inasmuch as the rates are below the minimum rates otherwise applicable.

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Applicants allege that, except for increases in wage rates, there has been no change in the circumstances requiring special rates for the transportation of the commodities herein involved and that the conditions under which applicants perform this transportation are favorable and enable them to realize unusual economics in their operations. They aver that the currently authorized rates have been compensatory and insofar as can be foreseen the rates herein proposed will yield revenues sufficient to enable them to perform the transportation service at a reasonable profit for the ensuing year.

The applications show that, on or about September 11, 1961, copies thereof were served on interested parties, including the Draymen's Association of San Francisco and the California Trucking Associations, Inc. No objection has been received to their being granted. The Transportation Division staff has reviewed the verified applications and has recommended that they be granted.

In the circumstances, it appears, and the Commission finds, that the proposed rates are reasonable and consistent with the public interest for the transportation services of the commodities involved in these applications. A public hearing is not necessary. The applications will be granted. However, as the conditions surrounding the transportation may change, the extensions will be limited to one year unless sooner canceled, changed or extended by order of the Commission.

Good cause appearing,

IT IS ORDERED that:

(1) San Francisco Warehouse Co., a corporation, and Walkup Drayage and Warehouse Company, a corporation, and each of

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them, are hereby authorized to assess less than the applicable minimum rates set forth in City Carriers' Tariff No. 1-A, but not less than those set forth in Appendix A attached hereto and by this reference made a part hereof for the transportation described herein.

(2) The authority granted herein shall, on and after November 1, 1961, supersede the authority granted by Decision No. 60931 and shall expire with November 1, 1962.

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

Dated at San Francisco, California, this <u>1076</u> day of October, 1961.

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resident

Commissioners

Peter E. Mitchell

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APPENDIX A TO DECISIÓN NO. 62659

Authorized rates for the transportation of cigarettes and manufactured tobacco products as described in Items 26880 to 26940, inclusive, of Western Classification No. 77 by:

> SAN FRANCISCO WAREHOUSE COMPANY from its warehouse at 180 Napoleon Street, San Francisco, for American Tobacco Company, Brown and Williamson Tobacco Corporation and Liggett and Myers Tobacco Company; and,

WALKUP DRAYAGE AND WAREHOUSE COMPANY from its warehouse at 20th and Illinois Streets, San Francisco, for Phillip Morris, Inc., and P. Lorillard Co.;

TO: Points and places in Zone 1 as described in City Carriers' Tariff No. 1-A.

Rates are subject to a minimum weight of 75,000 pounds per month tendered to the carrier by the shipper.

Minimum Weight in Pounds		Minimum Charge in Cents	Rates in Cents Per 100 Pounds
25 or les	S	110	
Over 25 but no	t ovor 50	140	
Over 50 but no	t over 75	165	
Over 75 but no	t over 100	200	
Over 100 but no	t over 579	255	
Over 579 but not	t over 3,818		44
Over 3,818 but not	t over 4,000	1680	
Over 4,000			42

End of Appendix A