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Decision No.

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of O'BRIEN FREIGHT LINES, a corporation doing business as ATLAS FREIGHT LINES, for authority to deviate from, or charge less than, the minimum rates prescribed in Minimum Rate Tariff No. 2 by charging the hourly rates prescribed in City Carriers' Tariff No. 2-A, Minimum Rate Tariff No. 1-A.

Application No. 44075 (Filed January 3, 1962)

## OPINION AND ORDER

Applicant holds highway contract carrier and city carrier permits. By Decision No. 61497 dated February 14, 1961, in Application No. 43048, it was authorized to assess hourly vehicle unit rates in lieu of the minimum rates in cents per 100 pounds otherwise applicable for service performed for Continental Can Company, Inc.—Hazel-Atlas Glass Division. The service involves the transportation of corrugated, knocked-down cartons and glass jars, carboys, jugs and bottles in cartons from the shipper's plant in Cakland, or from the shipper's warehouses located in the East Bay area, to designated points in California. The rates are on the same level as those set forth in Item No. 1090-F of City Carriers' Tariff No. 2-A-Highway Carriers' Tariff No. 1-A. The authority is scheduled to expire March 1, 1962.

By this application, authority is sought to continue to assess hourly vehicle unit rates for the service involved but to adjust such rates to the level of the minimum hourly vehicle unit rates established by the Commission in Decision No. 62601 dated September 25, 1961, in Case No. 5441 (Petition for Modification

No. 52) for application in the East Bay Drayage Area. Applicant and its shipper have negotiated new charges for mechanical equipment that is used in the loading or unloading service. These charges were primarily induced by the increased use by said shipper of applicant's lift truck equipment. According to the application, the charges for said equipment will return satisfactory profits to the carrier.

Applicant alleges that the service performed by it since the renewal of authority granted by Decision No. 61497, supra, has been substantially identical in character to that which was performed prior thereto, except that operations have been somewhat more profitable for the last fiscal year. It avers that it is now assessing the increased hourly rates authorized by Decision No. 62601, supra; that increases in pay recently negotiated by the trucking industry with the Teamsters Union have been applied to the labor charges; and that it is anticipated that, with these increases, operations will continue to be satisfactorily profitable. Financial statements set forth in Exhibit A attached to the application indicate that the operation has been profitable.

Applicant states that it anticipates that the operations will continue for the forthcoming year in substantially the same manner as for the past year and that no significant additional increases in cost will be incurred. Applicant asserts that the shipper is its sole customer, that proprietary operations are as threatening now as at the time of the filing of the original application and that, unless the authority requested is granted, its entire business may be destroyed.

This decision authorized a general increase in the rates set forth in City Carriers' Tariff No. 2-A-Highway Carriers' Tariff No. 1-A including increases in the monthly vehicle unit rates ranging from three to four percent. Applicant does not require Commission authority to increase the rates inasmuch as it is a permitted carrier for which only minimum rates have been established. Authority for the use of the sought rates beyond March 1, 1962, is required, however, as the rates sought will be on a basis different from that prescribed in the minimum rate orders, and in some instances, below the minimum rates otherwise applicable.

A. 44075 - ac The application shows that on or about January 2, 1962, a copy thereof was served on California Trucking Associations, Inc. No objection to its being granted has been received. The Transportation Division staff has reviewed the verified application and has recommended that it 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 involved herein. A public hearing is not necessary. The application will be granted. However, as the conditions surrounding the transportation involved herein may change, the extension 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) O'Brien Freight Lines, a corporation, doing business as Atlas Freight Lines, is hereby authorized to depart from the provisions of the minimum rate orders otherwise applicable to the services which it , arforms for Continental Can Company, Inc.-Hazel-Atlas Glass Division, to the extent specifically provided in Appendix A which is attached hereto and by this reference made a part hereof. (2) The authority herein granted shall, on and after March 1, 1962, supersede the authority granted by Decision No. 61497 and shall expire with March 1, 1963. This order shall become effective March 1, 1962. Dated at San Francisco, California, this 13th day of February, 1962. President Commissioners George G. Grover boing Commissioner ... necessarily absent. did not participate in the disposition of this proceeding.

63277 APPENDIX A TO DECISION NO. HOURLY RATES AND RULES AND REGULATIONS APPLICABLE TO TRANSPORTATION PERFORMED FOR CONTINENTAL CAN COMPANY - HAZEL ATLAS GLASS DIVISION (1) Territorial Application: The rates and other provisions herein apply between the following named points: Alameda Berkeley Oakland San Francisco South San Albany Emeryville Piedmont San Leandro Francisco (2) Hourly vehicle unit rates, including driver and all operating expenses: Rate Per Hour When the capacity of the vehicle is 10,500 lbs. or less \$ 7.60 When the capacity of the vehicle exceeds 10,500 lbs. but is not over 20,000 lbs.

When the capacity of the vehicle exceeds 20,000 lbs. 10.05 Note 1: Rates apply during regular working hours. See Item 5 for additional charges for service at other than regular working hours. See Item 6 for helpers for loading or unloading, also Item 7 for charges for use of lift trucks for the performance of loading or unloading services.

8.85

(3) Computation Of Time:

Time shall be computed from the time of the departure of the equipment from carrier's terminal until return thereto.

(4) Minimum Charge:

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The minimum charge per vehicle under the hourly rates named in Item (2) shall be for four (4) hours in any one day. When services are performed on Saturdays, Sundays or legal holidays, the minimum charge shall be computed for four (4) hours at the hourly rates specified in Item (2) hereof, plus the additional charges per hour applicable for services during such days as provided in Item (5).

- (5) Charges For Service For Other Than Regular Working Hours:
  - Rates apply for service performed during regular working hours of 8:00 a.m. to 5:00 p.m. daily, except Saturdays, Sundays and the following holidays:

New Year's Day Labor Day Washington's Birthday Admission Day Memorial Day Thanksgiving Day Independence Day Christmas Day

When such holidays fall on Sunday, the following Monday shall be considered a holiday.

(b) An additional charge of \$2.30 per hour shall apply for services performed during other than regular working hours specified in Paragraph (a) hereof.