

**ORIGINAL**

Decision No. 65230

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application }  
of BAY RAPID TRANSIT COMPANY, a }  
corporation, for permission to }  
increase fares. }  
\_\_\_\_\_ }

Application No. 45043  
(As Amended)  
Filed December 19, 1962

O P I N I O N

Applicant requests an increase in its fares as a passenger stage corporation operating in and between the cities of Carmel, Monterey, Seaside and Pacific Grove as follows:

<u>Route</u>	<u>Present Fares</u>			<u>Proposed Fares</u>		
	<u>Adult</u>	<u>Child</u>	<u>Token</u>	<u>Adult</u>	<u>Child</u>	<u>Token</u>
Monterey - Seaside - Pacific Grove (Local)	20¢	10¢	3/50¢	25¢	15¢	5/\$1
Carmel (Local)	20¢	10¢	3/50¢	25¢	15¢	5/\$1
Between Carmel and Monterey - Seaside - Pacific Grove	30¢	15¢	-	35¢	20¢	-
17-Mile Drive (Tour)	\$3.25	\$1.25	-	\$3.75	\$1.75	-
<u>Monthly Commutes</u>						
Carmel, no transfer	\$ 2			\$10		
Carmel, with transfer	\$10			\$12		
Pacific Grove to Seaside	(none)			\$ 9		
Student 20-Ride	\$ 1.50			\$ 2		
	(in lieu 10¢ cash)			(in lieu 15¢ cash)		
Student 20-Ride	\$ 2.50			\$ 3		
	(in lieu 15¢ cash)			(in lieu 20¢ cash)		

Transfers are allowed between routes but are given only to passengers who pay the applicable cash fare except that no transfers are allowed to or from the Carmel local route. In addition to the fare increase, applicant requests authority to eliminate from its tariff the child commute cards which parallel the

student commute cards in prices; this would limit children's use of commute cards to school days only.

The Commission staff has made a careful study of the request and has recommended that the application be granted except that no increase be made in the adult fare of 30¢ between Carmel and Monterey-Seaside-Pacific Grove. This study indicates the estimated results under the present fares, the proposed fares and the alternate fares recommended by the staff and are shown in Appendix A hereto attached. The staff report will be received as Exhibit 1.

Notice of the proposed increases has been duly served upon all interested parties and no protests have been filed. Applicant through its president has made known her acquiescence in the recommendation of the staff. While she agrees, she indicates that it is in the hope that the partial granting of the application will be forthcoming without costly and lengthy hearing. Recognizing the need for immediate relief the staff recommends further that its alternate fares be authorized on less than statutory notice.

Based upon the allegations of the verified application and upon the study and recommendation of the Commission staff, the Commission finds that the proposed fares as altered by the staff are justified and reasonable, that they should be granted upon less than the statutory notice, and that the effective date of the following order should be ten days after its date. A public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. Bay Rapid Transit Company, a corporation, is authorized to establish the increased fares as proposed in Application No. 45043 except that no increase shall be made in the adult fare for

the Carmel and Monterey-Seaside-Pacific Grove route. Tariff publications authorized to be made as a result of the order herein may be made effective not earlier than ten days after the effective date hereof, on not less than ten days' notice to the Commission and to the public.

2. The authority herein granted shall expire unless exercised within ninety days after the effective date of this order.

3. In addition to the required posting and filing of tariffs applicant shall give notice to the public by posting in its buses and terminals a typed or printed explanation of its fares. Such notice shall be posted not less than five days before the effective date of the fare change and shall remain posted for a period of not less than thirty days.

The effective date of this order shall be ten days after the date hereof.

Dated at San Francisco, California, this 16<sup>th</sup> day of APRIL, 1963.

George J. Traver  
President

Frederick B. Habeloff

William W. Burnett  
Commissioners

APPENDIX A  
 BAY RAPID TRANSIT COMPANY  
 ESTIMATED RESULTS OF OPERATIONS UNDER PRESENT AND PROPOSED FARES  
 FOR THE YEAR ENDING MARCH 31, 1964  
 APPLICATION NO. 45043 (AMENDED)

Item	Book Record 12 Mos. End: 11-30-62	Present Fares	Proposed Fares	Staff Alternate Fares
Bus Miles	402,400	406,400	406,400	406,400
<b>Operating Revenue</b>				
Passenger Revenue	\$166,873	\$162,000	\$188,880	\$185,170
Charter Revenue	23,079	26,150	26,150	26,150
Tour Revenue	8,994	8,990	10,030	10,030
Express Revenue	60	60	60	60
Other Operating Revenue	2,381	2,480	2,480	2,480
Total Operating Revenue	<u>\$201,387</u>	<u>\$199,680</u>	<u>\$227,600</u>	<u>\$223,890</u>
<b>Operating Expense</b>				
Equipment Maintenance & Garage Expense	\$ 32,217	\$ 35,480	\$ 35,480	\$ 35,480
Transportation Expense	97,693	99,030	99,030	99,030
Traffic Solicitation & Advertising	7,458	7,160	7,160	7,160
Insurance & Safety Expense	14,712	15,280	14,940	14,970
Administrative & General Expense	20,473	20,290	20,290	20,290
Subtotal	<u>\$172,553</u>	<u>\$177,240</u>	<u>\$176,900</u>	<u>\$176,930</u>
Depreciation Expense	12,090	12,770	12,770	12,770
Operating Taxes & Licenses	15,836	17,960	17,990	17,990
Operating Rents	8,574	1,200	1,200	1,200
Total Operating Expense	<u>\$209,053</u>	<u>\$209,170</u>	<u>\$208,860</u>	<u>\$208,890</u>
Net Income Before Taxes	\$ (7,666)	\$ (9,490)	\$ 18,740	\$ 15,000
Income Tax	100	100	3,450	2,180
Net Income	<u>\$ (7,766)</u>	<u>\$ (9,590)</u>	<u>\$ 15,290</u>	<u>\$ 12,820</u>
Operating Ratio		104.8%	93.3%	94.3%
Rate Base		\$143,480	\$143,480	\$143,480
Rate of Return		-	10.7%	8.9%
Minimum Cash Fare	20¢	20¢	25¢	25¢
Token Fare	3/50¢ (16 2/3¢)	3/50¢ (16 2/3¢)	5/\$1.00 (20¢)	5/\$1.00 (20¢)