ORIGINAL

ecision	No	٠	659 <sub>52</sub>

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Investigation into the rates, rules and regulations, charges, allowances and practices of all common carriers, highway carriers and city carriers relating to the transportation of any and all commodities between and within all points and places in the State of California (including, but not limited to, transportation for which are provided in Minimum Rate Tariff No. 2).

Oase No. 5432
Petition for Modification No. 291
(Filed February 21, 1963)

Robert L. LaVine, for Wire Basket Company, Inc., petitioner.

C. J. Boddington, for Southern California Freight
Lines, Ltd.; J. C. Kaspar, A. D. Poe and J. Quintrall,
for California Trucking Associations, Inc.; interested
parties.

Henry E. Frank, for the Commission staff.

## <u>opinion</u>

This matter was heard and submitted before Examiner  $\frac{1}{2}$ . Thompson on June 3, 1963 at San Francisco.

Wire Basket Company, Inc., is engaged in the manufacture, sale and distribution of wooden tubs and boxes used as flower planters and of other commodities dealt in by garden supply houses. It seeks the establishment in Minimum Rate Tariff No. 2 of the following carload exception rating.

Tubs, noibn, woodenware, nested or not nested, loose or in packages, subject to Note 1.

Minimum Weight 30,000 pounds - Class A

Note 1. - Ratings named in this item will only apply when the minimum weight specified can be loaded into a unit of equipment.

<sup>1/</sup> The matter was called and adjourned without receipt of evidence on April 24, 1963.

The present carload rating applicable to this commodity is Fourth Class subject to a minimum weight of 20,000 pounds.

The evidence consists of the testimony of the secretary-treasurer of petitioner, who is also its plant manager, and of the traffic manager of Southern California Freight Lines, Ltd. No one opposed the establishment of the proposed exception rating.

Petitioner manufactures its products at a plant in Atwater. It has a warehouse in Los Angeles from which it distributes over 99 percent of the products it sells. Its products and sales consist mainly of wooden tubs, the principal one being a tub made from eight tapered and beveled lengths of impregnated surfaced one-inch redwood lumber assembled and strapped about an octagonal base of redwood lumber. The tub has no top and the octagonal base is perforated for drainage so that in the form in which it is sold the article is not a container for liquids or flowable solids. Petitioner manufactures several sizes of tubs designed in a manner to permit a set of six to be nested solid.

During 1962, petitioner shipped 127 truckload shipments from Atwater to Los Angeles. The shipments ranged in weight from 25,000 pounds to 33,000 pounds per truckload. The average value of the shipments was \$2,500. This indicates an average weight density of the freight loaded in the trailer of something in excess of 10 pounds per cubic foot and an average value per pound of something less than ten cents. Typical truckloads include the articles nested solid in fibreboard cartons, tubs nested not in containers, and the articles loose. The latter are furnished by petitioner to the carrier to use in shoring or blocking the load; if no shoring or blocking would be required, the loose articles would be nested for shipment.

It was shown that the transportation from petitioner's plant at Atwater to its warehouse at Los Angeles is the only movement of tubs in California in such large shipments. There are other manufacturers of tubs in California with plants located at Los Angeles, Healdsburg and Redding, however, the distribution from those manufacturers are from their respective plants and the market of the tubs is such that there are few, if any, sales of quantities that would comprise a shipment of 30,000 pounds. In view of the fact that the traffic from petitioner's plant to its warehouse is the only movement which would be subject to the proposed rating, inquiry was made as to why it seeks an exception rating rather than the establishment of a commodity rate. It was developed that petitioner encounters severe competition from one of the manufacturers which, because it is a nonprofit organization and utilizes members as workers, has certain cost advantages over petitioner. Petitioner found that it could curtail its cost of marketing by acquiring truck equipment to perform its own transportation and so indicated to Southern California Freight Lines, Ltd., which hauls a large portion of the traffic. The traffic manager of Southern California Freight Lines testified that his company is anxious to retain this traffic as it transports much more freight from Los Angeles to San Joaquin Valley points than in the reverse direction and the business it receives from petitioner is in the nature of a back-haul which is profitable and advantageous. He said that he had discussed the possibility of lowering the rate with petitioner and with representatives of other highway common carriers. As a result of those discussions, he advised petitioner to request the establishment of the proposed exception rating. He stated that the other highway carriers desired to have the rate available for their use and, that an exception rating rather than a commodity rate was suggested because the class rates in Minimum Rate Tariff No. 2 have been adjusted periodically by the Commission in recognition of the periodic increases in the cost of labor whereas the commodity rates have not always been included in such periodic adjustment in rates.

The evidence shows that there are no specially favorable or unfavorable transportation characteristics for the articles here involved. A rating of Class A, subject to a minimum carload weight of 30,000 pounds, is the rating ordinarily assigned to articles having transportation characteristics similar to those of wooden tubs. The evidence shows, however, that wooden tubs are not usually shipped in carload quantities of 30,000 pounds. The movement between petitioner's plant and its warehouse is the only movement of this quantity. It has not been shown that wooden tubs do not move in California in quantities which would permit the application of the present carload rating of Fourth Class, minimum weight 20,000 pounds. The establishment of the proposed exception rating would preclude the use of that rating on such traffic.

We find:

- 1. The Class A minimum rate, subject to a minimum weight of 30,000 pounds has been shown to be reasonable for the transportation of wooden tubs from Atwater to Los Angeles when such shipment is transported on a vehicle or combination of vehicles constituting a single unit of equipment.
- 2. It has not been shown that the carload rating of Fourth Class, minimum weight 20,000 pounds is unreasonable for other transportation of wooden tubs, noibn.

- 3. In all other respects said Decision No. 31606, as amended shall remain in full force.
- 4. In all other respects Petition for Modification No. 291 is denied.

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

Dated at San Francisco , California, this 3,1

day of September, 1963.

## INDEX OF COMMODITIES

Only those articles which are named in commodity items or in Exceptions to the Western Classification and Exception Sheet are shown in the following list.

COMMODITY	Item Number	COMMODITY	Item Number	
Abrasive	302	Boxes, Flanter	758	
Acid, Boracic	730	Boxes, Well Derrick or Stuffing		
Adapters, Casing	365	Bran	652-654	
Adjusters and Boards	365	Bran, Cottonseed	652-654	
Air Compressors (M)	365	Bran, Flaked	652-654	
Ale	310,360	Bran, Rice	652-654	
Alfalfa	652-6543	Breads	320	
Alfalfa, ground or	-22-2	Brewers' Flakes	652-654	
pressed	652-6542	Brewers' Grains	652-654	
Alundum	302	Brick, Fire	365	
Animal Feed	338,620-630	Brine	320	
Anvils (M)	365	Brushes, tooth	395	
Arms, Cross, wooden	690,710	Bronzing Liquids	377	
Arms, wooden	365	Broths	320	
Asphalt	377-5,723-726	Buckwheat	652-654	
Atmospheric Water	),,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Butter, Dairy (M)	315,605	
Cooling Towers (M)	365	Butter, Fruit	320	
		Butter, Peanut	320	
		Buttermilk	320,345	
Bags, paper	304	Buttermilk, condensed,	J-47,J47	
Bakery Goods	360	dried or in paste form	652-654	
Ballasts, fluorescent	<b>300</b>	Buttermilk, not powdered	474 <del>,</del> 474	
lamp	304.5	or flaked	320	
Barley	652-6542	or rraked	الالا	
Barley, Pearled	652-6542			
Barrels, Pump Working	365	Cake, Babassu Nut	652-654	
Bars, Grate	365	1	652-654	
Bath Salts or Crystals	305	Cake, Cocoanut	652-654	
Batteries, dry cell	395 305	Cake, Copra Cake, Corn Germ	652-654	
Bay Rum	395	Cake, Corn Oil (M)	652-054	
Beans, Castor	652-6543	Cake, Cottonseed	652-654	
	052-054g	1	402 651	
Beans, Mesquite Beans and Pork	652-6542	Cake, dried fruit seed	652-654 652-654	
Beer	320	Cake, Flaxseed	652-651	
Beet Pulp	310,360	Cake, (Grain)	450 451	
	652-6543	Cake, Hemp Seed	652-651	
Belts (M)	365	Cake, Kapok Seed	652-651	
Beverage Containers	330	Cake, Linseed	652-654	
Beverage Preparations	311,360,375	Cake, Mesquite (M)	652-651	
Beverages	310,360	Cake, Oil	652-651	
Bits, Drilling	365	Cake, Palm	652-654	
Blacksmith's Rotary	1000	Cake, Palm Karnel	652-654	
Blowers (M)	365	Cake, Peanut	652-654	
Blocks, Casing, Crown		Cake, Perilla	654	
or Underreamer	1	Cake, Perilla Seed	652-654	
Dressing	365	Cake, Rape Seed	652-654	

Blowers, Blacksmith's Rotary (M) Bluing, Laundry (M) Boards Boiler Flues Boiler Fronts (M) Boiler Parts (M) Boiler Tubes Bone, ground and molasses mixed Borax	365 360 690,710 365 365 365 365 365 365 730	Cake, Safflower Seed Cake Sesame Seed Cake, Soya Bean Cake, Sunflower Seed Cake, Tucum Nut Cake, Velvet Bean	652-6542 652-6542 652-6542 652-6542 652-6542
--	--	---	--

(M) Denotes articles on which application of rates is limited to mixed shipments.

\* Addition, Decision No. 65952

## EFFECTIVE OCTOBER 19, 1963

Issued by the Public Utilities Commission of the State of California, San Francisco, California. Correction No. 1337

## INDEX OF COMMODITIES (Concluded)

COMMODITY Item Number		COMMODITY	Item Number	
Seed, Vetch	652-6543	Tank Steel (M)	365	
Seed, Wild Mustard	652-6543	1 ' '	1 -	
Seeds, dried fruit	652-6542	Tapioca	360,652-654	
Seeds, refuse or	0)-0)42	Toa	360	
screening	652-654}	Temper Screws	365	
Semolina	652-6545	Templates, Box		
Semolina and Grain Flour	652-654\$	and Pin	365	
Shakes	690,710	Thief Hole Covers	365	
Shallu	652-6543	Ties, railroad	365 690,710	
Shampoo	395	Timbers	690,700,710	
Sheets, sawdust or		Titanium Dioxide Toilet Preparations	690,700,710   393   395   365	
ground wood, compressed	690,710	Tongs, pipe	365	
oneets, synthetic plastic!	378.5	Tools, Drilling		
Shellacs Shells (M)	377	or Fishing	365	
Shingles	652 <b>-</b> 654	Tools, Mechanics(M)	365	
Spool Coldina	690,710	Tooth Brushes	395	
Shoes, Casing	365	Towers, Atmospheric	1	
Shook, box or crate Shortening	690,710	Water Cooling(M)	365	
Shorts	360	Traveling toilct	1	
Shrock Kaffir	652-6543	kits	395	
Skimmings	652-6543	Triglycerides of	200	
Slips	652-651£	Fat-forming Acids	360,730	
Smokestacks (M)	365	Trucks, Steam	200	
Soap	365	Boiler (M)	365	
Soap, liquid	730	Tubes, Boiler	365	
<u>-</u>	377.5,723 <b>–</b> 726, 730	Tubing, iron or steel, Plate		
cap, Powder	730	or Sheet		
oda, Washing	730	Cast or Wrought	365	
Solutions of Hydrogen	-	Tubs, Cooling	365	
Peroxide	385	*Tubs, Woodenware	758	
Solvent (M)	3?7.5,723-726		1 '	
Solvent, Drain pipe	730		Ī	
Sorghum	652-6543			
Soups	320	1		
Paghetti (M)	652-6543	Underreamers	365	
paghetti, except canned	360			
Paghetti (prepared)	320,360			
Paghetti and other ingredients	•		1	
palt	345, 360		1	
,01062	360			
Pidors	365		1	
preads, sandwich	320	Valves (M)	365	
prouts, Malt	655-627\$	Valves, Fump Work-	1	
pudding Shoes and Rings	365	ing Barrel	365	
tain, wood (M)	377.5,723-726	Varnish	377	
tear Boiler Tracks (M)	730	Vegetable Oil	500	
team Boiler Trucks (M)	365	Shortening	730	
teel, plate or sheet(M)	365	Vegetables (not		
combined (M)	360	dehydrated, dried		
tirrups, Disconnecting	360 365	evaporated nor		
tout		fresh)	320	
program	310,360 390,740,745,	Venecring	690,700,710	
-	755	Vermicelli (M)	652-6542	
) Wabs	755 1 365	• •	1	

Swivels, Hydraulic Rotary Syrup Syrup, Fruit Syrup, Malt  Table Sauces Tailings, rice mill Tankage, rendered, dry Tanks, Iron or Steel (M) Tanks, oil and gas separating (M)	365 320 360 360 360 352–6542 365 365	Vermicelli, except canned Vermicelli (prepared) Vermicelli and other ingredients Vinegar Wagons, Casing or Bit Washing Powders Washing Soda Waste Cotton Gin Wax, automobile, boat, floor or furniture (M) Wax, Laundry Compound Wedges Welsh Rarebit Wheat Wheat, Egyptian Wheels, Band, Bull or Calf Wheels, Grinding, alundum, corundum or emery Whey, condensed, dried or powdered Witch hazel extract Wine Wire Rope (M) Wobblers Wood Preservatives(M) Wrenches	360 320,360 345,360 365 730 730 652-654\frac{1}{2} 377.5,723-726 360 365 320 652-654\frac{1}{2} 652-654\frac{1}{2} 365 302 345,652-654\frac{1}{2} 395 400 365 377.5,723-726 365 377.5,723-726
		Yeast Yeast, residual or dried	360 652-654 <del>2</del>

(M) Denotes articles on which application of rates is limited to mixed shipments.

\* Addition, Decision No.

65952

EFFECTIVE COTOBER 19, 1963

Issued by the Public Utilities Commission of the State of California, San Francisco, California.

Correction No. 1338

Item No.	ANTICON ANTICO			
	COMMODITY	FROM	TO	RATE
*6 758	Tubs, woodenware (planter boxes) nested or not nested, loose or in packages, in carloads			
	Minimum Weight 30,000 Pounds, subject to Note 2.	ATWATER	los angeles	See Note 1
··• ··	NOTE 1 Apply Class A rate in Item No. 507 for the constructive mileage distance from Atwater to Los Angeles Zone 1 as described in the Distance Table.			
	NOTE 2The minimum weight applies to each unit of equipment in which the shipment is transported.			

\* Addition ) Decision No. 65952

EFFECTIVE OCTOBER 19, 1963

Issued by the Public Utilities Commission of the State of California, San Francisco, California.

Correction No. 1339