Decision No. 67490

# ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of KEENEY TRUCK LINES, INC., a California corporation, for authority under Section 3666 of Highway Carriers' Act and under Section 4015 of City Carriers' Act, to continue to charge other than minimum rates on Grain, Grain Products and other articles transported for GENERAL MILLS, INC. under rights granted under Decision 65755 of July 23, 1963.

Application No. 46641 (Filed May 18, 1964)

## OPINION AND ORDER

Applicant holds highway contract carrier and city carrier permits. By Decision No. 65755 dated July 23, 1963, in Application No. 45447, Keeney Truck Lines, Inc., Grain Products Division, was authorized to assess monthly vehicle unit rates and charges which are less than the minimum rates and charges between specified points in Southern California for transportation of all commodities for General Mills, Inc. The authority is scheduled to expire with July 31, 1964.

By this application, authority is sought to continue to charge less than the established minimum rates, to increase the currently authorized rates and to add a rate for a three axle van truck.<sup>2</sup>

<sup>1</sup> In October of 1963, applicant had its permits amended to delete the "Grain Products Division" portion of its name.

No authority for the increase is required inasmuch as applicant performs the transportation as a permitted carrier for which only minimum rates have been established. Authority to continue the use of the sought rates beyond July 31, 1964, is required, however, inasmuch as the rates differ from the minimum rates otherwise applicable.

Since 1938 applicant and its predecessors have been authorized to perform the transportation services herein involved at rates less than those which otherwise would be applicable as minimum. The authorization has been extended from year to year, with revisions and increases in the rates as necessary.

The present application includes a profit and loss statement for the year 1963 related to the transportation services herein involved. The statement indicates that the operations for the year 1963 were profitable. The application shows that the higher rates as herein proposed were made effective on September 1, 1963, to coincide with the effective date of increased labor costs.

Applicant alleges that the operations continue to be profitable and the deviation is beneficial to both the shipper and applicant.

The certificate of service shows that a copy of the application was mailed to California Trucking Association on May 14, 1964.

No objection to the granting of the application has been received.

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

Because the conditions under which the service is performed may change at any time, the authority will be limited to expire with July 31, 1965.

#### IT IS ORDERED that:

1. Keeney Truck Lines, Inc., is hereby authorized to transport all commodities for General Mills, Inc., at rates and charges which differ from those established as minimum but not less than those specified between the points shown in and subject to the rules and regulations set forth in Appendix A attached hereto and by this reference made a part hereof.

2. The authority herein granted shall, on and after July 31, 1964, supersede the authority granted by Decision No. 65755 and shall expire with July 31, 1965.

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

Dated at San Francisco, California, this 7/1/ day of July, 1964.

Julius B. Halaluff
President

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Commissioners

Commissioner William M. Bennett, being necessarily absent, did not participate in the disposition of this proceeding.

ITEM NO.

#### RULES AND REGULATIONS

### APPLICATION OF RATES - CARRIERS - COMMODITIES

5 Rates in this Appendix are applicable only for the transportation of all commodities for General Mills, Inc.

#### APPLICATION OF RATES - TERRITORY

Rates in this Appendix apply only within the the territory horeinafter described:

(1) Botween points within the following described territory (see Note):

Commencing at San Clemente on U.S. Highway No. 101, thence northerly on said U.S. Highway No. 101 to San Juan Capistrano, thence northeasterly via State Highway No. 74 to the point said Highway No. 74 intersects State Highway No. 71 at a point two miles northwest of Elsinore, thence northwesterly along said Highway No. 71 to Corona, thence northecasterly along State Highway No. 18 to Colton, thence easterly along U.S. Highway No. 99 to the point said Highway No. 99 intersects U.S. Highway No. 395 at a point two miles south of San Bernardino, thence northerly along said Highway No. 395 to the point of intersection with a county road 1 mile cast of Muscoy, thonce via an airline drawn from said point of intersection through Alta Loma, Glendora, Monrovia and Altadena to La Canada, thence north-westerly along State Highway No. 118 to San Fernando, thence westerly along said Highway No. 118 to Chatsworth, thence southerly along State Highway No. 27 to the point where said highway, if extended, would meet the Pacific Ocean at a point approximately 5 miles northwest of Santa Monica, thence southerly along the shore line of the Pacific Ocean to point of beginning.

(NOTE. - Where the boundary line intersects the limits of an incorporated city, the boundary line shall follow the city limits so as to include the city within the above defined territory.)

(2) Between points within the territory described in Paragraph(1) and points in the following counties:

Los Angeles, Orange, San Diego, Imperial, Riverside, San Bernardino, Ventura, Santa Barbara, San Luis Obispo, Kern, Inyo.

(3) From Hemet, El Cajon, Atascadero and Victorville to points located in the counties named in Paragraph (2).

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ITEM NO.

RULES AND REGULATIONS (Concluded)

## BASIS FOR COMPUTING RATES

Charges on shipments transported under the provisions of this Appendix shall be computed in accordance with the following:

	(1)	Type of Unit	Vehicle Unit Charge per Calendar Month	Excess Mileage Charge
15		Two Axle Truck	\$ 1,165	21¢ *
		Tractor Semi- Trailer Combination Three Axle Van Tru	\$ 1,460 ack & 1,215	36¢ *
	* Rates in cents per mile to be applied to the mileage, if any, by which the aggregate monthly mileage that all vehicle units subject to the same vehicle unit charge exceeds 1,250 miles multiplied by the number of said vehicle units.			to the
	(2)		r service provided by quest of General Mills, r man hour.	,

(END OF APPENDIX A)

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