

ORIGINAL

Decision No. 68460

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
WALKUP DRAYAGE AND WAREHOUSE COMPANY,
a corporation, for authorization to
transport for compensation or hire
over the public highways in the City
and County of San Francisco, certain
commodities listed in the application.

Application No. 46956
(September 4, 1964)
(Amended October 21, 1964)

Frank Loughran, for applicant.
J. C. Kaspar, H. F. Kollmyer and A. D. Poe,
for California Trucking Association,
interested party.
Robert Carberry and John F. Specht, for the
Commission staff.

O P I N I O N

This application was heard and submitted November 18, 1964, before Examiner Thompson at San Francisco. Copies of the application and notice of hearing were served in accordance with the Commission's procedural rules. There are no protests.

By this application, Walkup Drayage and Warehouse Company seeks authority to transport flour, in bulk and in sacks, as a city carrier for Langendorf United Bakeries, Inc., between points in San Francisco at rates less than the minimum rates specified in City Carriers' Tariff No. 1-A.

Evidence was presented by applicant, and its witnesses were cross-examined by the Commission staff. Following a stipulation that any authority granted by the Commission herein should be scheduled to expire after one year, California Trucking Association did not participate further.

Applicant has been transporting flour in sacks for Langendorf for many years, during part of which time it has had authority from the Commission to charge less than the established minimum rates. The last such authorization, which expired on May 30, 1963, permitted a rate of 19 cents per 100 pounds which rate included the service of delivering the flour beyond the tail gate and into Langendorf's warehouse.

Since the time when the aforementioned authority was granted Langendorf commenced shipping a quantity of flour in bulk by rail car into San Francisco. Walkup purchased special equipment to handle this bulk flour. The equipment has a mechanical device which enables Walkup to take bulk flour from rail cars through suction and discharge it at destination by blower. The time required in the loading or unloading of bulk flour with this equipment is substantially less than that for sack handling. Langendorf also continues to ship a quantity of flour in sacks.

Applicant proposes to charge the following rates provided Langendorf tenders at least 50,000 barrels (10 million pounds) of flour per year:

Flour in sacks:	15¢ per 100 pounds
Flour in bulk:	10½¢ per 100 pounds.

The rate for transporting flour in sacks includes tailgate delivery only.

Cost analyses presented by applicant show that each of the rates is compensatory. An officer of applicant testified that Langendorf is aware of the cost of handling the flour and has notified Walkup that unless the proposed rates are made available to it, it will procure equipment to transport its flour. The officer stated that he believes that Langendorf is in a financial position to acquire equipment.

We find that the proposed rates are reasonable. We conclude that the application should be granted. Inasmuch as there are no protests and applicant is presently moving the traffic, the order should be made effective without delay.

O R D E R

IT IS ORDERED that:

1. Walkup Drayage and Warehouse Company, a corporation, is authorized to charge and collect rates less than the applicable minimum rates but not less than the rates set forth in Appendix A, attached hereto and hereby made a part hereof, for the transportation of flour within the City and County of San Francisco for Langendorf United Bakeries, Inc.

2. The authority herein granted shall expire February 1, 1966 unless sooner canceled, modified or extended by order of the Commission.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 12th day of JANUARY, 1965.

Frederick B. Holloff
President

John E. Mitchell

George L. Trover

William L. Bennett
Commissioners

APPENDIX A

WALKUP DRAYAGE AND WAREHOUSE COMPANY

Minimum Rates for the Transportation
of Flour within the City and County of
San Francisco for Langendorf United
Bakeries, Inc.

Section I

Item 10: Application of Rates - General.

Except as specifically provided for in Section II, the minimum rates, rules, and regulations set forth in City Carriers' Tariff No. 1-A shall apply.

Section II

Item 20: Application of Rates.

Rates in this section apply to the transportation of flour, in quantities of not less than 50,000 barrels per calendar year, in in-haul service from points in Zone 1 to Langendorf Bakeries in Zone 1.

Item 30: Rates in Cents per 100 Pounds.

Flour, in sacks	<u>Rate</u> 15c
Flour, in bulk	10½c (1)

(1) Not subject to accessorial charges in Item 80 of City Carriers' Tariff No. 1-A for other than tailgate unloading.

End of Appendix A