ORIGINAL

Decision	No.	71925	
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BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of KARLSON EROS. TRUCKING SERVICE, a corporation, for authority under Section 3666 of the Public Utilities Code to continue to assess and collect transportation charges based on units of measurement and rates different from and in some instances lower than the minimum rates here-tofore established by the Commission.

Application No. 49041 (Filed December 21, 1966)

OPINION

Applicant requests authority, as a highway contract carrier, to transport tomato plants and empty carriers returning for I.K.I. Farms between Mecca and points in central California, at flat rates per crate. The transportation will be performed during the 1967 tomato plant season, which extends over an eight-week period between February 15 and June 30, depending upon weather conditions.

Applicant previously has been authorized to deviate from the rates in Minimum Rate Tariff No. 2 for transportation of tomato plants for I.K.I. Farms. The latest such authority covered the 1966 tomato plant season (Decision No. 70333, dated February 8, 1966).

Applicant alleges that the shipper of the traffic embraced in this application desires that applicant be in a position to render the proposed service at the requested rates as soon after February 15, 1967, as possible. Therefore, it requests that the authority be granted without hearing.

The application states that for accounting and sales resons, I.K.I. Farms desires to continue to pay transportation charges on a system of flat rates per crate rather than upon a system of varying rates per 100 pounds. The application further states that the proposed rates and charges for the entire season's movement will result in an operating profit to applicant, and will produce substantially more revenues to applicant than otherwise would accrue under the applicable minimum rates in cents per 100 pounds.

The application contains revenue and expense data for operations conducted during the 1966 season, and projected revenue and expense data for the 1967 season. Such data show that 1966 operations under the rates authorized by Decision No. 70333 (supra) were profitable and that, based on the projection for the 1967 season, operations for the forthcoming season will be profitable.

The certificate of service shows that copies of the application were mailed to the shipper and to California Trucking Association on December 20, 1966. The application was listed on the Commission's Daily Calendar of December 22, 1966. No objection to the granting of the application has been received.

In the circumstances, the Commission finds that the proposed rates are reasonable. A public hearing is not necessary.

The Commission concludes the application should be granted.

In view of the impending commencement of the 1967 tomato plant season, the order will be made effective February 15, 1967.

Commissioner WILLIAM SYMONS, JR. did not participate in the disposition of is proceeding.

Commissioners

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KARLSON BROS. TRUCKING SERVICE

SCHEDULE OF MINIMUM RATES FOR TRANSPORTATION OF TOMATO PLANTS FOR I.K.I. FARMS

Item 10. Application of Rates - Commodity.

Rates shall apply to the transportation of tomato plants, in lettuce crates or in cantaloupe crates, with a declared valuation of \$5.00 per 100 pounds; and to empty cantaloupe crates and lettuce crates returning, or for return loaded movement of tomato plants.

Item 20. Application of Rates - Territory.

Rates shall apply to the transportation of tomato plants as described in Item 10 from Mecca to points in central California (see Note 1) and to the transportation of empty crates as described in Item 10 from points in central California (see Note 1) to Mecca.

Note 1. Points in central California include all points in the Counties of San Luis Obispo, Monterey, Santa Cruz, San Benito, Santa Clara, San Mateo, Alameda, Contra Costa, San Joaquin, Yolo, Sacramento, Sutter, Yuba, Butte, Stanislaus, and Merced; and points in the Santa Maria Valley in Santa Barbara County.

Application of Rates - General. Item 30.

Rates include the service of transportation, including split delivery service.

Rates on Tomato Plants as described in Item 10. Item 40.

From: Mecca

To: Points in central California (see Item 20)

Rates in Cents per Crate

Tomato Plants

Per Cantaloupe Crate 60 Per Lettuce Crate

(1)Subject to minimum quantity of 20,000 pounds calculated at 40 pounds per cantaloupe crate and 70 pounds per lettuce crate. Exception: On not to exceed ten shipments per season shipments may be less than 20,000 pounds but shall be subject to a minimum charge per shipment of \$150.00.

Item 50. Rates on Empty Crates.

From: Points in central California (See Item 20)

To: Mecca A. 49041 LM

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Rates in Cents per Crate

Empty Crates returning from an outbound paying load or shipped for a return paying load.

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Item 60. Payments of Charges.

Charges on all shipments transported under the foregoing rates shall be paid by I.K.I. Farms.

(END OF APPENDIX A)