

ORIGINALDecision No. 74627

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application)
of HOLIDAY AIRLINES, INC., a)
California corporation, for)
authority to increase fares by)
eliminating round-trip rates)
between Oakland and Lake Tahoe)
and between San Jose and Lake)
Tahoe.)

Application No. 50308
(Filed June 12, 1968)
(Amended July 23, 1968)

OPINION AND ORDER

Holiday Airlines, Inc. holds a certificate of public convenience and necessity as a passenger air carrier between Tahoe Valley Airport, on the one hand, and Oakland International Airport and San Jose Municipal Airport, on the other hand. Applicant now maintains the following fares:

One Way	\$11.95
Round Trip	21.90
Special Round Trip (1)	16.43

(1) Military, Excursion, Youth and Family Plan fares

Applicant seeks to cancel its round-trip and special round-trip fares. In support of this request, the application, as amended, alleges the following: Applicant is operating at a loss, as evidenced by the financial data set forth in the amendment to the application. The income statement indicates that applicant sustained a net operating loss for the twelve-month period ending May 31, 1968, of \$224,706.38. Applicant estimates that cancellation of round-trip and special round-trip fares will result in increased revenues of approximately \$30.00 per week or \$1,560 per year. Such increase would not materially reduce applicant's operating loss.

As further justification for cancellation of special round-trip fares, the application alleges that the traffic expected to result from such fares did not materialize. This type of fare causes confusion to the public and travel agents have refused to handle applicant's ticketing because of the multiple fare arrangement and varying prices. The simplified fare structure proposed in this application would expedite the ticketing and check-in of passengers, and would reduce operating costs.

The application was served in accordance with Commission procedural rules, and notice of the filing of the application appeared on the Commission's Daily Calendar of June 13, 1968. There are no protests.

The Commission finds that the rate increases resulting from the cancellation of round-trip fares as proposed in the application are justified, and that a public hearing is not necessary. The Commission concludes that the application should be granted.

IT IS ORDERED that:

1. Holiday Airlines, Inc. is authorized to increase its passenger fares as proposed in the application herein. Tariff publications authorized to be made as the result of the order herein shall be filed not earlier than the effective date of this order and may be made effective not earlier than thirty days after the effective date hereof on not less than thirty days' notice to the Commission and to the public.

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

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

Dated at San Francisco, California, this 17th day of SEPTEMBER, 1968.

William Sproull
President
Ed. E. Mitchell
William B. Bunker
Augustin
Paul P. Monahan
Commissioners