

Decision No. 77193

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of
 LLOYD V. TAYLOR and P. F. HUARTE,
 copartners doing business as TAYLOR
 AND HUARTE, for authority to charge
 less than minimum rates on speci-
 fied traffic.

Application No. 51733
 (Filed February 26, 1970)

Loughran, Berol & Hegarty, by Frank Loughran,
 for applicant.
Arthur A. Maruna, H. F. Kollmyer, and A. D.
Poe, for California Trucking Association;
Osborne Thomasson, for Pacific Motor
Traffic Bureau; and James O. Honeywell, for
 Baltimore Aircoil Company; interested
 parties.
Joseph C. Matson and Sean Mahon, for the
 Commission staff.

O P I N I O N

Lloyd V. Taylor and P. F. Huarte, copartners doing business as Taylor and Huarte, operate as a radial highway common carrier. In this application they seek authority under Section 3666 of the Public Utilities Code to depart from the provisions of Minimum Rate Tariff No. 2 with respect to the transportation of serpentine cooling coils for Baltimore Aircoil of California from its plant at Madera to the plant of Galvanizers, Inc., at Santa Clara, and the return movement of said coils to Madera.

Public hearing was held and the matter submitted before Examiner Mallory at San Francisco on April 9, 1970. Evidence in support of the application was presented by one of the applicant-partners and by a certified public accountant. No one opposed the granting of the application.

Mr. P. F. Huarte testified concerning the service to be performed under the requested authority. He stated the Baltimore Aircoil Company of California will begin, about May 1, 1970, to fabricate serpentine cooling coil units at said company's plant at Madera, which are used in condenser units. Said coils will be transported to the plant of Galvanizers, Inc., at Santa Clara for galvanizing and then returned to Madera to be incorporated in condenser units. The coils are made in twenty sizes, ranging from 200 pounds to 10,000 pounds per unit. Loading and unloading of the coils at Madera will be done by fork-lift truck or crane; loading and unloading at Santa Clara will be performed with fork-lift trucks. The smaller coils will be packaged or palletized into units capable of being handled with fork-lift trucks. A stockpile of galvanized coils will be maintained at Santa Clara, so that there will be a return movement for each inbound shipment from Madera to Santa Clara.

A certified public accountant employed by applicants presented a study of the estimated costs of providing the proposed round-trip service by applicants. His study showed that revenues under the sought rates would exceed the estimated round-trip costs and would result in a profit, as represented by an operating ratio of 66.8 percent.

Based on the record herein, the Commission finds that the proposed rates for round-trip movement of serpentine cooling coils from Madera to Santa Clara and the return movement of galvanized coils to Madera will be compensatory and said rates will be reasonable. The Commission concludes that the application should be granted.

Inasmuch as transportation conditions may change at any time, the authority granted herein will be limited to a period of one year.

O R D E R

IT IS ORDERED that:

1. Lloyd V. Taylor and P. F. Huarte, doing business as Taylor and Huarte, are authorized to depart from the provisions of Minimum Rate Tariff No. 2 for the transportation of serpentine cooling coils for Baltimore Aircoil of California, as more specifically provided in Appendix A hereof.

2. The authority granted in paragraph 1 will expire June 1, 1971, unless extended, cancelled or amended.

The effective date of this order is ten days after the date hereof.

Dated at San Francisco, California, this 12th
day of MAY. 4, 1970.

William S. Brown, Jr.
President
Augusta
J. Mahoney
Vernon L. Stinson
Commissioners

APPENDIX A

Rates in cents
per 100 pounds
(See Notes 1,
2, 3, 4 and 5)

Serpentine cooling coils from the
plant of Baltimore Aircoil of
California, Madera, California to
the plant of Galvanizers, Inc.
at Santa Clara, California.

26.5

Galvanized cooling coils from the
plant of Galvanizers, Inc. at
Santa Clara, California to the
plant of Baltimore Aircoil of
California at Madera, California.

26.5

1. Rates to apply on actual weight of shipment and are subject to a minimum weight per movement of 40,000 pounds in each direction.
2. Rates cannot be applied unless the same unit of equipment handles the transportation contemplated under this deviation authority in both directions between Santa Clara and Madera.
3. Traffic to be loaded and unloaded by shipper.
4. Not subject to the provisions of Supplement 74 (Central Coastal Area Surcharge) of Minimum Rate Tariff No. 2, or the provisions of the interim surcharge supplement and order in Decision No. 77064 of April 14, 1970.
5. In all other respects the provisions of Minimum Rate Tariff No. 2 shall apply.