Decision No. 77339

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 to continue to charge other than minimum rates on all commodities transported for GENERAL MILLS, INC.

Application No. 51887 (Filed May 8, 1970)

OPINION AND ORDER

Applicant operates under the authority of a highway contract carrier permit. All its transportation services are performed for one shipper, General Mills, Inc. Applicant and its predecessors have been authorized to apply unit vehicle and excess mileage charges for this shipper since 1938. Decision No. 75870 dated July 1, 1969, in Application No. 51069, extended the authority to July 31, 1970.

Applicant requests that the authority be extended for a year and that the rates and charges under the new authorization be increased to the extent shown in Exhibit A, attached to the application herein. Said increases are to offset increased operating costs and to assure continued profitable operations.

Applicant also proposes to exclude from the new authorization rates and charges for transportation in two-axle van and threeaxle van trucks, since equipment of these types is no longer utilized in the operations covered by the sought rate relief.

Revenue and expense data submitted by applicant indicate that the transportation involved has been profitable and reasonably may be expected to be profitable during the ensuing year.

The certificate of service shows that a copy of the verified application was mailed to California Trucking Association on May 9, 1970. The application was listed on the Commission's Daily Calendar of May 12, 1970. No objection to the granting of the application has been received.

In the circumstances, it appears, and the Commission finds, that the proposed rates and charges are reasonable. A public hearing is not necessary. The Commission concludes that the application should be granted. Since the conditions surrounding the transportation involved may change, the authority granted herein will be made to expire at the end of one year.

IT IS ORDERED that:

1. Keeney Truck Lines, Inc. is hereby authorized to depart from the provisions of the minimum rate orders otherwise applicable to the services which it performs for General Mills, Inc., to the extent specifically provided in Appendix A attached hereto and by this reference made a part hereof, and to assess rates and charges less than the minimum rates and charges otherwise applicable for such services but not less than those specified, and subject to the conditions shown in said Appendix A.

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2. The authority granted herein shall, on and after July 31, 1970, supersede the authority granted by Decision No. 75870 and shall expire with July 31, 1971.

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

	Dated at	San Francisco	_, California,	this	900
day of _	JUNE	, 1970.		/	^
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APPENDIX A TO DECISION NO. 77339 KEENEY TRUCK LINES, INC.

ITEM NO.	RULES AND REGULATIONS
5	APPLICATION OF RATES - CARRIERS - COMMODITIES 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 territory hereinafter described:
10	Between all points within Los Angeles, Orange, San Diego, Imperial, Riverside, San Bernardino, Ventura, Santa Barbara, San Luis Obispo, Kern and Inyo Counties.

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:				
	Vehicle Unit Excess Charge per Calendar Mileage (1) Type of Unit Month Charge				
15	Tractor Semi- Trailer Combination \$ 1,740 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.				
	(2) Rates for helper service provided by applicant at request of General Mills, Inc.:				
	a. \$5.75 per man hour for straight time hours.				
	b. \$6.75 per man hour for overtime hours.				
	(3) Rates for driver hours worked in excess of base 8 hours per day:				
	\$7.00 per man hour.				

(END OF APPENDIX A)

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