A. 53040 - nk

Decision No. 79586



BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Cardinal Express) Delivery Services, Inc. for) Application No. 53040 relief from the bonding require-) (Filed December 2, 1971) ments of General Order No. 102-C.)

OPINION AND ORDER

The applicant operates as a radial highway common carrier (T-94,833) and requests relief from the \$10,000 minimum bonding requirement of General Order No. 102-C, and to substitute the statutory bond requirement of the Public Utilities Code.

General Order No. 102-C was established pursuant to Sections 1074 and 3575 of the Public Utilities Code. These sections require a bond to be filed by certain carriers who engage subhaulers or lease equipment from employees, the amount of the bond to be determined by the Commission but which shall not be less than two thousand dollars (\$2,000).

General Order No. 102-C requires a bond in the amount of ten thousand dollars (\$10,000).

The application states that hauling and subhauling is only a part of applicant's business and that at no time is applicant obligated to haulers or subhaulers or lessors in a total amount of more than four hundred dollars (\$400).

After consideration the Commission finds that Cardinal Express Delivery Services, Inc., should be afforded the relief sought. A public hearing is not necessary.

-1-

A. 53040 - hk

IT IS ORDERED that Cardinal Express Delivery Services, Inc., is hereby granted relief from the requirement of filing a bond in the sum of \$10,000 as required by General Order No. 102-C; provided that Cardinal Express Delivery Services, Inc., shall file a bond in the sum of \$2,000 as required by Sections 1074 and 3575 of the Public Utilities Code prior to engaging subhaulers or leasing equipment from employee-lessors; that all other requirements of General Order No. 102-C shall apply to the bond of \$2,000; that in the event Cardinal Express Delivery Services, Inc., leases equipment from employee-lessors said corporation shall advise the lessors in writing of the \$2,000 bond prior to entering into leases; and that Cardinal Express Delivery Services, Inc., shall discontinue employment of subhaulers whenever total obligation to the subhaulers exceeds \$2,000 at any one time. The relief granted herein shall expire on December 31, 1972, unless it is canceled by further order of this Commission prior to that date.

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

Dated at San Francisco, California, this _//ic day of January, 1972.

Commissioners :

commissioners ..

-2-