

Decision No. 85330

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of VALLEY AIRLINES, INC.,)
for a certificate of public convenience) Application No. 53640
and necessity in either direction)
between Fresno and Sacramento.)

ORDER SUSPENDING CERTIFICATE OF
PUBLIC CONVENIENCE AND NECESSITY

Valley Airlines, Inc. (Valley), now Pacific Airlines, Inc., holds a Certificate of Public Convenience and Necessity issued by this Commission to operate as a passenger air carrier in California. The certificate was originally issued by Decision No. 74512, dated August 6, 1968 in Application No. 50107 and last restated by Decision No. 81416, dated May 22, 1973 in Application No. 53640.

The Secretary of the Commission on December 11, 1975 served Valley with a notice to cease all current commercial operations as an air carrier in California unless evidence of insurance as required by General Order No. 120-C is filed on or before January 3, 1976.

Valley does not presently have on file with this Commission evidence of liability protection insurance as required by the Commission's General Order No. 120-C, and Public Utilities Code Section 2764. Its liability insurance was terminated effective January 4, 1976.

Section 2764 states:

"The Commission shall require all passenger air carriers to procure and maintain a minimum amount of insurance in such amounts as the Commission may determine.

"The Commission may, upon its own motion, or upon application of any interested party, and after hearing, require any passenger air carrier to procure and maintain additional insurance in such amounts and upon such terms as the Commission may determine.

"Notwithstanding the provisions of Section 2755 of this chapter, the Commission may at any time suspend the certificate of any passenger air carrier for failure to comply with the insurance regulations established pursuant to this section."

The Commission finds that Valley has no evidence of insurance on file with the Commission as required by General Order No. 120-C and Public Utilities Code Section 2764.

IT IS ORDERED that:


The Certificate of Public Convenience and Necessity of Valley Airlines, Inc., now Pacific Airlines, Inc., is hereby suspended until further order of the Commission.

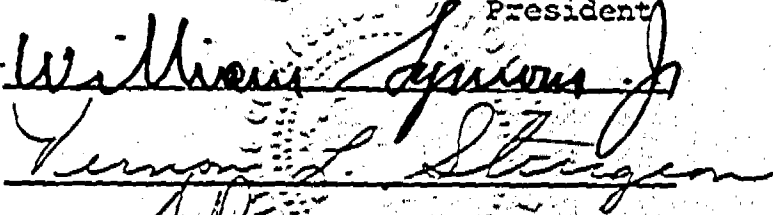
A certified copy of this order shall be mailed to:

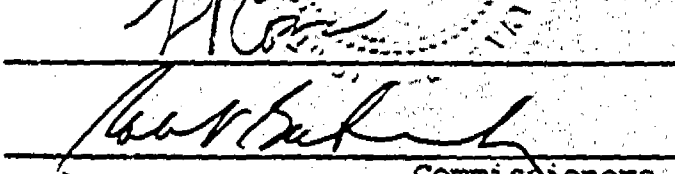
Mr. Eugene J. Freeman, President
Pacific Airlines, Inc.
1335 Columbus Avenue
San Francisco, CA 94133

The effective date of this order is the date hereof.

Dated at San Francisco, California,
this 6th day of JANUARY 1975.



President


Vernon L. Sturgeon


Commissioners