

Decision No. 86206**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of JET AIR FREIGHT)
 for ex parte authority to in-)
 crease intrastate freight rates)
 and charges.)

Application No. 56430
 (Filed April 23, 1976)

OPINION AND ORDER

Jet Air Freight, a corporation, operates as a freight forwarder between various points in California. By this application, it seeks to increase the rates and charges in its tariffs¹ by approximately 68 percent with certain exceptions.²

Applicant states that it has only increased its rates by approximately 5 percent since they were originally established on January 30, 1968, and it has incurred, since that date, approximate cost increases of: (1) 53 percent for transportation purchased from the airline carriers; (2) 93 percent for fuel for trucks used in performing pickup and delivery service; (3) 119 percent for labor costs; (4) 62 percent for telephone expenses; (5) 48 percent for rental expenses; (6) 122 percent for repair parts; and (7) 194 percent for insurance premiums. Applicant avers that the resulting overall cost increase is approximately 87 percent. Applicant declares that the sought increases would provide it with the minimum amount of revenue needed to recover the aforementioned increases in costs and a yearly revenue increase approximating \$28,335 would result under its proposal.

¹ These rates are set forth in detail in Air Freight Rules Tariff No. 1, Cal.P.U.C. No. 1 and Rate Tariff No. 1-A, Cal.P.U.C. No. 2.

² The present and proposed charges in cents per shipment for a representative movement of general commodities are:

<u>Between</u>	<u>And</u>	<u>Weight Per Shipment in Pounds</u>	<u>Present Charge</u>	<u>Proposed Charge</u>
Los Angeles	San Francisco	10	1115	1873
		50	1575	2646

The application was listed on the Commission's Daily Calendar of April 27, 1976. No objection to the granting of the application has been received.

In the circumstances, the Commission finds that increases which will result from applicant's proposal are justified. A public hearing is not necessary. The Commission concludes that the application should be granted.

IT IS ORDERED that:

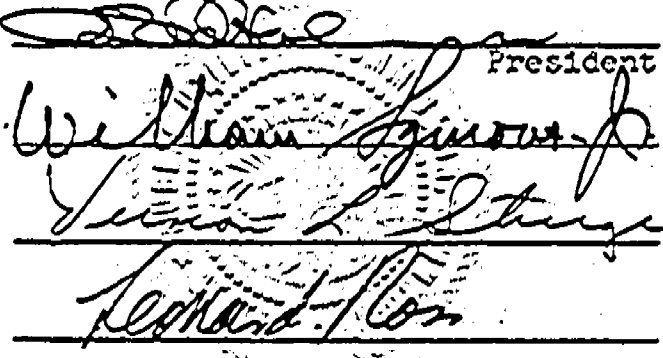
1. Jet Air Freight, a corporation, is authorized to publish increased rates and charges as specifically proposed in the application.

2. Tariff publications authorized to be made as a 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 five days after the effective date of this order on not less than five days' notice to the Commission and to the public.

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

This order shall become effective twenty days after the date hereof.

Dated at San Francisco, California, this 3rd day of August, 1976.



President

William J. Gorman

Leon L. Sturgeon

Richard L. Con

Commissioners