

CONFIDENTIAL

Decision 84 06 141

JUN 20 1984

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application)
of Teresi Trucking, Inc. seeking)
authority to publish tariff)
provisions resulting in increases.)

Application 84-04-096
(Filed April 18, 1984)

O P I N I O N

Teresi Trucking, Inc. (Teresi) seeks authority to amend its Tariff No. 250, Cal PUC 1, to increase its rates by 20%.

Teresi cites its need for revenue increases to offset increased operating expenses, the most significant of which are due to higher taxes, the costs of fleet maintenance, and tires and parts.

Teresi's rates were last adjusted June 2, 1981 under Resolution TS-469 which authorized a 7% increase in its rates and charges in Tariff No. 250, except in Items 190 (Escort Service) and 3500 (Lumber and Forest Products).

Applicant has not applied all of the previously granted authority to increase its rates, and states that it is not its intent to relinquish any portion of the increases previously granted by the Commission.

At the staff's request, Teresi has prepared financial data for a six months' test period ending June 30, 1983, as well as the revenue impact of its authorized but unexercised increase authority. From that data, the staff has prepared a comparison of the applicant's financial position using the present costs being experienced compared with revenue earned in fiscal year 1982-83 and with the projected fiscal year 1983-84 revenue, including the sought increase.

	<u>Test Year Ending June 30, 1984</u>	
	<u>Present Rates</u> (1982-83)	<u>Proposed Rates</u> (1983-84)
Revenue	\$5,218,590	\$5,218,590
Unapplied increases		31,312
20% Requested		<u>1,043,718</u>
Total Potential Revenue		6,293,620
Expenses Revised to		
Reflect Current Costs	5,716,592	5,716,592
Profit (Loss)	(498,002)	577,028
Operating Ratio	109.5%	91%

The application was listed on the Commission's Daily Transportation Calendar of April 25, 1984. No protest to the granting of the application has been received.

The proposal is not a major action significantly affecting energy efficiency within the meaning of the Public Utilities (PU) Code Sections 3502.1 and 3502.2.

Findings of Fact

1. Applicant has experienced increases in operating expenses.
2. Teresi's rates were last adjusted in June, 1981.
3. Under the sought 20% increase, Teresi estimates that it will realize additional revenue of \$1,043,718.
4. The increases resulting from this proposal are justified.
5. Authority to depart from the provisions of PU Section 461.5 is justified.
6. The following order has no reasonably foreseeable impact on the energy efficiency of highway common carriers.
7. A public hearing is not necessary.
8. The effective date of this order should be today since there is no reason to delay the increase.

Conclusion of Law

The application should be granted.

O R D E R

IT IS ORDERED that:

1. Teresi Trucking, Inc. is authorized to increase its rates by 20% in its Tariff No. 250, Cal PUC 1.

2. Tariff publications authorized to be made as a result of this order shall be filed on or after the effective date of this order and may be made effective not earlier than 5 days after the effective date of this order on not less than 5 days' notice to the Commission and to the public.

3. Teresi Trucking, Inc., in establishing and maintaining the rates and charges authorized by this order, is authorized to depart from the provisions of PU Code Section 461.5 to the extent necessary to adjust long- and short-haul departures now maintained under outstanding authorizations; such outstanding authorizations are modified only to the extent necessary to comply with this order; and schedules containing the rates published under this authority shall make reference to the prior orders authorizing long- and short-haul departures and to this order.

4. The application is granted as set forth above.

This order is effective today.

Dated JUN 20 1984, at San Francisco, California.

LEONARD M. GRIMES, JR.
President

VICTOR CALVO
PRISCILLA C. GREW
DONALD VIAL
WILLIAM T. BAGLEY
Commissioners

I CERTIFY THAT THIS DECISION
WAS APPROVED BY THE ABOVE
COMMISSIONERS TODAY.

Joseph E. Bodovitz
Joseph E. Bodovitz, Executive Director