

T/RLM

Decision 90 01 059 JAN 26 1990

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
Shane Transport, seeking authority to )  
increase rates and charges in Shane )  
Transport, CA PUC No. 1 (Local Freight) )  
Tariff No. 1). )

Application No. 89-08-043  
(Filed August 30, 1989)

O P I N I O N

Shane Transport seeks authority to increase rates in its  
Tariff CAL PUC No. 1, Local Freight Tariff No. 1 by up to 16%.

Shane's last increase was 2.9% issued pursuant to  
Resolution TS-684 effective November 10, 1989.

Shane has experience substantial increases in employment  
compensation (23.5%), operating expenses (10.4%), and insurance  
(25.6%).

Shane has furnished recorded and pro-forma financial data  
for the 12-month period ending December 31, 1988.

	<u>Test Period Ending December 31, 1989</u>	
	<u>Present Rates</u>	<u>Proposed Rates</u>
Revenue	\$ 4,871,388	\$5,650,808
Expense	5,285,344	5,285,344
Profit (Loss)	(413,956)	365,464
Operating Ratio	108.5	93.5

These data show the carrier will realize an additional  
\$779,420 in California intrastate revenue. The applicant's intent  
is to incorporate increases authorized by the approval of this  
application over a period of time.

The application was listed on the Commission's Daily Transportation Calendar of September 6, 1989. No protest to the granting of the application has been received. Applicant also requests that its application be granted by ex parte action on less than 30 days' notice.

Findings of Fact

1. Shane Transport has experienced further increases in operating expenses since last receiving authority to increase its intrastate rates and charges.
2. Shane Transport seeks an increase of 16% on all rates contained in CA PUC No. 1 (Local Freight Tariff No. 1).
3. The application, if granted, would increase Shane Transport's intrastate revenue by \$799,420.
4. The increases resulting from this decision are justified.
5. A public hearing is not necessary.

Conclusions of Law

1. The application should be granted.
2. This order should be made effective today, since there is an immediate need for rate relief.
3. A public hearing is not necessary.

O R D E R

IT IS ORDERED that:

1. Shane Transport is authorized to increase its rates by 16%.
2. Tariff publications authorized to be made as a result of this order shall be filed in 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. Shane Transport, in establishing and maintaining rates authorized by this order, is authorized to depart from the

provisions of Public Utilities 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 authority granted herein shall expire if not exercised within 60 days after the effective date of this order.

5. The application is granted as set forth above.

6. This order is issued pursuant to Section 308 of the Public Utilities Code and Resolution TS-678.

This order is effective today.

Dated JAN 26 1990 San Francisco, California.

*William R. Schulte*

William R. Schulte, Director  
Transportation Division

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

*Wesley Franklin*

WESLEY FRANKLIN, Acting Executive Director

*ps*