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BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of Douglas Matthews, doing business as Veterans Charter Transportation, for a Class B charter bus certificate from home terminal at 10721 S. Prairie, Lennox, CA.

Application 83-07-50 (Filed July 26, 1983)

$\underline{O P I N I O N}$

Douglas Matthews, doing business as Veterans Charter Transportation, seeks a Class B certificate of public convenience and necessity to operate as a charter-party carrier of passengers from a service area with a 40-mile radius from his home terminal at 11526 South Cherry Avenue, Inglewood, California.

Notice of the filing of this application appeared in the Daily Transportation Calendar of July 29, 1983. There were no protests.

Applicant holds a charter-party permit (TCP-1111-P). He has provided passenger transportation for five years. Applicant proposes to operate 23 vehicles in providing charter-party service. The seating capacities of these vehicles, excluding the driver, are as follows: sixteen 15-passenger, one 20-passenger, one 29-passenger, three 48-passenger, and two 66-passenger vehicles.

On December 31, 1982 applicant's assets of \$1,187,705 consisted of \$244,000 in cash, \$59,000 in accounts receivable, -\$23,000 in inventory, \$500,000 in land and buildings, \$346,145 in the cost of motor vehicle equipment, \$8,313 in shop equipment,

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and \$7,247 in miscellaneous assets. His liabilities of $\$92,608^{1/2}$ consisted of approximately \$6,316 in accounts payable, \$7,500 in notes payable, and \$78,792 due on motor equipment. His net worth was \$1,095,097 on that date.

Applicant estimates annual charter revenues of approximately \$684,183 and estimates operating expenses of \$683,099. His net revenues would be \$1,084 before income taxes. Findings of Fact

1. Applicant has the fitness, equipment, and financial resources to perform the proposed service.

2. A public hearing is not necessary.

3. It can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment.

Conclusions of Law

1. Public convenience and necessity require that the requested authority be issued.

2. Applicant should be authorized to pick up passengers within a radius of 40 miles from his home terminal at 11526 South Cherry Avenue, Inglewood, California.

3. Since there is need for the proposed service the following order should be effective today.

$\underline{O \ R \ D \ E \ R}$

IT IS ORDERED that:

1. A certificate of public convenience and necessity, to be renewed each year, is granted to Douglas Matthews, authorizing him to operate as a Class B charter-party carrier of passengers, as defined in PU Code Section 5383, from a service area with a radius of 40 air miles from applicant's home terminal at 11526 South Cherry Avenue, Inglewood, California.

1/ Applicant shows total liabilities of \$92,607.

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2. Applicant shall:

- a. Obtain California Highway Patrol (CHP) clearance for each vehicle to be used in this Class B charterparty operation.
- b. Notify the Commission and CHP of any addition or deletion of vehicle(s) used in the service prior to use.
- c. Establish the authorized service within 360 days after this order is effective.

3. The Passenger Operations Branch will issue the annual renewable certificate on Form PE-695 as authorized by Resolution PE-303 when it receives CHP clearances and evidence of liability protection in compliance with General Order Series 115.

4. In providing service under the certificate, applicant shall comply with General Orders Series 98 and 115 and the CHP safety rules.

5. This certificate does not authorize the holder to conduct any operations on the property of or into any airport unless such operation is authorized by both this Commission and the airport authority involved.

> This order becomes effective 30 days from today. Dated _____OCT 19 1983 _____, at San Francisco, California.

> > LEONARD M. GRIMES. JR. Prosident VICTOR CALVO PRISCILLA C. CREW DONALD VIAL WILLIAM T. BAGLEY Commissioners

I CERTIFY THAT THIS DECISION WAS ANALY OF THE ABOVE COMMISSIONERS TOLAN. Sont E. Bodovitz,