

Decision No. 88793 MAY 2 1978**ORIGINAL**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Emery Air Freight)	
Corporation under the Shortened)	Shortened Procedure
Procedure Tariff Docket for)	Tariff Docket
authority to, among other things,)	Application No. 57900
increase rates and charges.)	(Filed February 28, 1978)
)	

OPINION AND ORDER

Emery Air Freight Corporation, a corporation, operates as a freight forwarder between various points in California. By this application, it seeks to (1) add and delete various pickup and delivery points; (2) change the terminal zones for various points; (3) increase various pickup and delivery rates and charges; (4) increase the charge for Protective Security Service provided in Rule No. 170 of its Air Freight Tariff No. 2 Cal PUC No. 7 (AF Tariff 2); (5) increase the multiple shipment charges for First Flight Express Service provided in Rule No. 205, and add a charge for service between additional points to its AF Tariff 2; (6) add rates and charges for City Terminal Service provided in Rule No. 5 and Section 7 of its AF Tariff 2; (7) add a new Rule No. 215, Flyte Pak Service, between various points and (8) add a provision to Rule 10, Scope of Operating Rights, to prohibit the acceptance of artwork shipped with glass.

Applicant affirms that most of the changes proposed herein became effective in its interstate tariffs on January 30, 1978. The remainder of the changes are all on file with the Civil Aeronautics Board and became effective on April 3, 1978.

Applicant states that one pickup and delivery point (Meadow Field) has been added and three others (Bonsall, Paso Robles and Ramona) have been cancelled from the tariff. The three points cancelled will now be served by common carrier truckers from/to the airport and the point added will now be served by Emery's facilities. The purpose of these changes is to provide faster and better coordinated movement between ground service and scheduled air service.

Applicant alleges that the various increases proposed herein average about 6 percent above present levels. The sought increase would provide applicant with additional revenue of \$500 per month.

Applicant asserts that increases resulting from the proposal would not increase its California intrastate gross revenue by as much as one percent.

Applicant maintains that the increase proposed for Protective Security Service provided in Rule 170 would produce an additional income of \$50 per month. This increase would primarily affect the military and government traffic requiring this service.

Applicant avers that the multiple shipment charge increase proposed (First Flight Express Service, Rule No. 205) averages about 39 percent over present levels. This increase would generate an additional revenue of \$60 per month.

Applicant points out that it had inadvertently omitted the paragraph providing First Flight Express Service from its Rule No. 205 with reference to "Los Angeles to Bakersfield" which was incorporated in its interstate tariff since its exception. Applicant now wishes to correct this oversight in its intrastate tariff.

Similar situation applies to the provision for rates and charges in Section 7 for City Terminal Service. This service allows the shipper to bring the shipment to the forwarder's city terminal for transfer to the forwarder's airport terminal at rates and charges less than those normally assessed for full pickup and/or delivery service.

Flyte Pak Service provided in Rule No. 215 is a new service inaugurated by applicant for shipments up to 5 pounds to be transported in a forwarder furnished container airport-to-airport for a charge of \$10, with normal pickup and delivery charges added when such services are provided. The container is furnished by applicant without any charge.

Applicant further alleges that the provision of an additional exception in Rule 10 to exclude artwork such as paintings, drawings, etchings, water colors or prints shipped with glass would reduce claims for damaged goods filed by its customers by about \$100 per year.

The application was listed on the Commission's Daily Calendar of March 2, 1978. No objection to the granting of the application has been received.

In the circumstances, the Commission finds that applicant's proposal is reasonable and justified to the extent indicated in the ensuing order. A public hearing is not necessary. The Commission concludes that the application should be granted.

IT IS ORDERED that:

1. Emery Air Freight Corporation, a corporation, is hereby authorized to publish in its California Intrastate Air Freight Tariff No. 2, Cal. P.U.C. No. 7 the following: (1) add Meadow Field and delete Bonsall, Paso Robles and Ramona as pickup and delivery points; (2) change the terminal zones for various points; (3) increase various pickup and delivery rates and charges; (4) increase the charge for Protective Security Service provided in Rule 170; (5) increase the multiple shipment charges for First Flight Express Service provided in Rule No. 205, and add a charge for service between additional points to the aforementioned tariff; (6) add rates and charges for City Terminal Service provided in Rule No. 5 and Section 7 of said tariff; (7) add a new Rule No. 215, Flyte Pak Service, between various points and (8) add a provision to Rule 10, Scope of Operating Rights, to prohibit the acceptance of artwork shipped with glass; all as specifically proposed in the application.

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

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

The effective date of this order shall be thirty days after the date hereof.

Dated at San Francisco, California, this 2nd day of MAY, 1978.

Robert Bateman
President
William S. Jones, Jr.
Virginia L. Sturgeon
Richard D. Howell
Clair D. Schickel
Commissioners