Decision No. 90122 1 MAR 27 1979

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BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application) of HAWKEY TRANSPORTATION, INC.,) a corporation, for authority to) depart from the minimum rates,) rules and regulations of Minimum) Rate Tariff No. 2 pursuant to) the provisions of Section 3666 of) the Public Utilities Code for the transportation of hog fuel,) shavings and wood chips in round-) trip movements between points) within four miles of Anderson,) California, on the one hand, and, on the other, McCloud, for) CHAMPION BUILDING PRODUCTS.

Application No. 58611 (Filed January 19, 1979) (Amended February 28, 1979)

OPINION AND ORDER

By this application, Hawkey Transportation, Inc., requests authority to deviate from the provisions of Minimum Rate Tariff 2 (MRT 2) in connection with the transportation of round-trip shipments of hog fuel, shavings and wood chips between Anderson, Mt. Shasta and McCloud for Champion Building Products.

Applicant states the equipment utilized is loaded and unloaded by gravity. On the round-trip operation the total loading time averages one hour; total unloading time, one hour and fifteen minutes. The transportation service will be performed regularly. Applicant has been performing the transportation of the involved commodities for Champion Building Products for more than one year and is thoroughly experienced with respect to the requirements for the efficient handling thereof and the costs involved. There are five to eight round trips daily, five days each week. In addition, applicant faces the distinct possibility of the loss of this movement to shipper-owned equipment if the application is not granted.

Applicant proposes to assess a charge of \$155 per truckload for a round-trip movement consisting of the northbound transportation of hog fuel and shavings and the southbound transportation of wood chips which will maximize carrier's utilization of equipment. Applicant's analysis of previous shipments indicate the average charge, based on MRT 2 rates, is \$177 for the round-trip movement.

The application and amendment were listed on the Commission's Daily Calendars of January 23 and March 1, 1979, respectively. No objection to the granting of the application, as amended, has been received.

Revenue and expense data submitted by the applicant indicate that the transportation involved may reasonably be expected to be profitable under the proposed rates.

In the circumstances, the Commission finds that the applicant's proposal is reasonable. A public hearing is not necessary. The Commission concludes that the application should be granted as set forth in the ensuing order. Since there is an immediate need for this rate relief, the effective date of this order should be the date hereof.

IT IS ORDERED that:

- l. Hawkey Transportation, Inc., is authorized to perform the transportation shown in Appendix A attached hereto and by this reference made a part hereof at not less than the charge set forth therein.
- 2. The authority granted herein shall expire one year after the effective date of this order unless sooner cancelled, modified or extended by further order of the Commission.

		ve date of this order is the date hereof.
day of _	Dated at	Sun brancono , California, this 1975.
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		Main I Debrick
		Commissioners

Commissioner Vernon E. Sturgeon, being necessarily absent, did not participate in the disposition of this proceeding.

Commissioner Richard D. Gravelle, being necessarily absent, did not participate in the disposition of this proceeding.

APPENDIX A

Carrier: Hawkey Transportation, Inc.

Shipper: Champion Building Products

Commodities: Hog fuel, wood shavings and wood chips

Between: A radius of four miles from Anderson, on

the one hand, and McCloud and/or Mt. Shasta,

on the other hand.

Charge: 155 dollars per round trip

Conditions:

- l. Applicant has indicated that subhaulers will not be engaged. Therefore, if subhaulers are employed, they shall be paid not less than the charge authorized herein with no deductions for use of applicant's trailing equipment.
- In all other respects, the rates and rules in Minimum Rate Tariff 2 shall apply.

(END OF APPENDIX A)