Decision No.

$$
90350 \quad \text { MAY } 221979
$$


before the pubilc utilities commission of tae state of cailfornia

In the Matter of the Investigation for the purpose of considering and determining minimum rates for transportation of used household goods and related property statewide as provided in Minimum Rate Tariff $4-B$ and the revisions or reissues thereof.

Case No. 5330
Petition for Modification No. 105
(Filed January 29, 1979)

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

Califomia Moving and Storage, Inc. (CMSA), a nomprofit corporation whose membership is composed of approximately 600 carriers engaged in the transportation of household goods and related articles, requests increases in Minimun Rate Tariff $4-B$ (MRT 4-B). Copies of the petition were mailed to various Chambers of Comerce, shipper organizations, and carrier representatives. The petition was also listed on the Commission's Daily Calendar of January 30, 1979. No protest to the granting of the petition has been received.

CMSA requests increases in rates and charges which will produce approximately $\$ 4.1$ million in additional annual revemue and will result in weighted average increases of approximately 3.2 percent.

According to CMSA household goods carriers are continuing to experience substantial increases in operating costs. These cost increases include labor and related payroll costs such as Social Security, fuel, parts and repairs, insurance, utilities, and other overhead costs.

CMSA prepared and fumished cost and rate exhibits based on the direct wage offset methods which were designed to show the increases in costs generally experienced by household goods carriers since the minimum rates were last adjusted by Decision No. 88730 dated April 18, 1978. An analysis by the staff indicated some errors in the
development of labor costs for Territory C. Following discussions with the staff, CMSA filed revised costs and rate exhibits.

The following is a comparison of percentage increases based upon CMSA's cost exhibits with that allowable under President Carter's anti-inflation guidelines:

|  | CNSA's <br> Request | Allowable <br> Distance Rates |
| :--- | :--- | :--- |
| Territory A Hourly Rates | $3.3 \%$ | $2.7 \%$ |

After consideration the Comission finds that:
2. Household goods carriers operating under the rates set forth in MRT 4-B have experienced increases in operating costs since the present rates were established by Decision No. 88730 dated April 18, 1978.
2. The rates and charges established by the ensuing order are just, reasonable, and nondiscriminatory minimun rates for the transportation governed thereby. They are estimated to produce an annual revenue increase of $\$ 4,100,000$.
3. The rates as hereinafter authorized will result in the following average increases.

| Distance Rates | $3.3 \%$ |
| :--- | :--- |
| Hourly Rates |  |
| Territory A | $2.7 \%$ |
| Territory B | $2.7 \%$ |
| Territory C | $3.2 \%$ |

4. To the extent that the provisions of MRT 4-B heretofore have been found to constitute reasomable minimm rates and rules for comon carriers as defined in the Public Utilities Code, said provisions are, and will be, reasonable minimum rate provisions for said comon carriers. To the extent that the existing rates and charges of said common carriers for the transportation involved are less in volume or effect than the minimm rates and charges designated herein as
reasonable for said carricrs, to thet same extent the rates and charges of said carricrs arc, and Eor the future will be. unreasonable, insufficient, and not justificd by the actual competitive rates of competing carticrs or by the cost of other means of transportation.
5. The rate increnses nuthorized herein are less than those allowable uncer the wity and Price Standards acopted by the Cowncis on bage and Price Suability.
6. A public hearing is not necessary.

Conclusions

1. Petition 105 in Case No. 5330 should be granted anc MrT 4-B should be amended as hereinafter set forth in the orcer.
2. Because the cost increases involved, in the main, were incurred as early as February 1, l979, and there arn no proteste, the order herein should be made efsective on tho date of signathre.

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## IT IS ORDERED that:

1. Minimum Rate Taziff 4-2 (Appendix C to Decision No. 65521, as amended) is further amended by incorporating therein, to become effective thizty days after the date hereot, the zevised tarifit pages attached hereto and listed in Appendix $A$, which pages and appendix by reference are made a pare hereof.
2. Common catrices subject to the Public UEilities Code, to the extent that they are subject also to Decision No. 6552l, as amended, are dirccted to establish in their tariffs the increases necessary to conform with the further adjustments ordered by this decision.

3．Tariff publications required to be made by common carriers as a result of this order shall be filed and made effective thirty days after the date hereof and on not less than five days＇notice to the Commission and to the public．

4．In all other respects Decision No．65521，as amended，shall remain in full force and effect．

The effective date of this order is the date hereof． Dated at $\qquad$ san francisco ，California，this
day of $\qquad$ ， 1979.


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## APPENDIX A

| THELFTH | REVISED | PAgE | 9 |
| :---: | :---: | :---: | :---: |
| SIXTEENTH | REVISED | PAGE | 10 |
| THIRTEENTH | REVISED | PAgE | 27 |
| ELEVENTH | REVISED | PAGE | 18 |
| TWELFTE | REVISED | PAGE | 26 |
| TWELFTH | REVISED | PMGE | 27 |
| THIRTEENTH | REVISED | PAGE | 28 |
| TWENTY-NINTE | REVISED | PAGE | 29 |

(END OF APPENDIX A)

TWELFTH REVISED PAGE...... 3 CANCEES
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$\square$
a carrior agrecn with a mipper to picklo nipment or used nousenald goods on a apecieled date and/or time and it in unabie to fulifil that commitmant, the cartior shajl notify tho shipper, or person designated by the whipper, by teleqram or tolophone, at the carrier's oxpense, an scon an it becomes apparent that a promised date and/or time will not be not.
(b) Whenevor a carrier is unable to make delivery of a shipment of hounchold goods on the date or during the period specisied in the receipt or ahipping order, the carrier shail notify tha shippor, or porson doaignated by the nhipper, by telegram or telephone, at the carriorta exponse, of the date on which delivery of the ahipment wild be made auch notificacion to bo aiven not less than 24 hours prior to the date or during the period shown on the recelpt of ahipping order except whon the circumstances causing tho dalay occur at a lator time, in wisch case the notice ahail be given as acon as ponaiblo but in no ovont more than 24 hours after the ocourrence, provided, that the requirement of thia paragraph shali not apply where the carrior in unabie to obtain from the ahipper an address or tejephone number for such notilication.
(c) Claime for raimbursement for damages to a ahmpper becausc of carrier negilgence in falijng to plek up a mipmont on the dato promsed or fasilng to deliver a onipmont by the proforred date or perlod of time specifled in the shipping order, confizmation of shipping instruction and rate cuotation document, or other contract of cartiago, presented by the shipper to the carrider shall be meponded to by the carmer in accordance with Rule 2.7 of coneral order so. 239.

## WAIMING OR DETNO

Whan vohicie la held for convenience of the shdpper of connifmed through no fault of the cartier in connection with shipments moving or to be moved under rates contained in Itoms 300 or 320 , a charge at the hourly rates provided in Item 330 will be ansegsed for cach hour or fraction thereoz over one hour.

## SPLI: PICKUP

Spilt pickup service may be accorded subject to the following condition:
(2) The charge for the compadto ahipment ahali be paid by one consignor, conaignee, or othor intorested party.
(2) Split deilivery service shali not be accorded.
(3) In tho owent a lower aggregate charge results from treating one or more component parts as a separate shipment said charge may be applied.
(4) Charges shail be computed an Lollows:
(a) Under houriy ratea (Item 330). Appiy appilcable rate for the total timo consumed in loading at the point of oriain of each component part, and unioading at point of contination, piun double the driving rime between each such point. (Total time mali be convorted into hours andor fraction thereot in accordance with the provisions of Item 95.)
(b) Uncer distance rated (Items 300 and 320). Nppiy the appilcabie Fate to the total walght of the composite anipment lor the distance from polnt of origin of any component part to point of dentination via the polnta of origin of all othar component payte, plus an adajtional chayge of 727.40 for each stop to 2 oad between ifsst point of origin and point of destination.

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- Increase, Decision No.
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|  | $\text { ErPecsive }(017)] 79$ |
| :---: | :---: |
| Corraction | ISSUED BY THE PUDLIC UT:LIT:ES COMMISSION OF THE STATE OF CALIFORN:A, SAN FRANCISCO, CALIFORNIA. |

Spiit delivery service may be accorded subject to the following conditions:
(2) The charge for the composite shipment ahali be paid by one consignor, consignoo, or other interested party.
(2) Split pickup service shall not be accorded.
(3) In the ovent a lower aggregata charge results from treating onc or more component parts as a separsto shipmant sald charge may bo appliod.
(4) Chargen shall be computod an follown:
(a) Under hourly Eated (Item 330). Npply applicable rato for tho cotal time consumed in loading at point of ofigin and unloading at point of destination of each component part, plus double the driving time between each guch point. (Total tho shall po converted into mourb and/or fractione thereof in accordanco with the provisions of Item 95.)
(b) Uncer alstance rates (Itema 300 and 320 ). Npply the applicable rate to the total weight of the composite shipment for the iistance from point of origin to point of destination of any component pare via the points of destination of all other component parts, piut an adeitional charge of $\$ 27.40$ for each atop to unload betwoen polnt of oricin and final point of dentination.

## STORAGE IN TRANGIT

Thipments may be stored once in transit for a poriod not to exceed 60 days from the date of unloading at 3 torage point. (See Note 2)

Charges shall be computed on the following basis:
(a) The applicable transportation rate from initial point of origin to point of storage, pius
(b) The applicable transportation rate from point of storage to point of destination, plus
$\phi(c)$ 1. On shipmenta nubject to distance rates, warehouse handiling and atorage charge of ofl. 25 per 200 pounds for each 30 -day period or fraction thereof, aubject to a minimum charge of 056.25 for each 30 -day poriod.
2. On shipments subject to hourly rates both into and out of point of storage in transit, warohouge handiing and storage charge of 7 cents per cublc foot for oach $30-d a y$ poriod or fraction thereof. for the storage space occupied by the shipment on the warehouse platform of in the warehouse, subject to a minimum charge of 54.50 for ach 30 -day period.

ANOTE 1. - In the event a shipmont ramains in storage in oxceas of 60 days, the point of storage in transit shail be considerod the point of destination and thereaftor shall be subjoct to the zules, reguiations and charges of the individual warehouseman. Chazgos for subsequent delivery ahali be assassed on the basis of the chargos applicablo from point of storago to point of deilvery.
$\$$ Change
increase
$\Delta$ Change, neither increase
nor foduction

Deciaion No. 30350
Correction :SSUED BY THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA,
minimum rate tariff 4-B
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|  |  |  | 3--RAT2 |  |  |  | ITHM |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| DISTANCE RATES IN CENTS PER 200 POUNDS (1) (2) (3) (4) <br> ned in this item apply only to shipmento transported between pointa Region 1 . (See Note) |  |  |  |  |  |  |  |
| Miles |  | Any Quantity | Minimum Weight |  |  |  |  |
| ovar | Bue Not Qver |  | 1,000 Pounds | $\begin{array}{r} 2.000 \\ \hline \end{array}$ | $\begin{array}{r} 5,000 \\ \text { pounds } \end{array}$ | $\begin{array}{r} 8,000 \\ \text { pounds } \end{array}$ |  |
| $\delta$ | 10 | 1955 | 165 | 835 | 685 | 585 |  |
| 10 | 20 | 1950 | 2200 | 860 | 700 | 600 |  |
| 20 | 30 | 1980 | 1220 | 875 | 720 | 610 |  |
| 30 | 40 | 2015 | 2245 | 890 | 735 | 625 |  |
| 40 | 50 | 2040 | 1265 | 905 | 745 | 635 |  |
| 50 | 60 | 2075 | 1285 | 920 | 765 | 650 |  |
| 60 | 70 | 2120 | 1300 | 935 | 780 | 660 |  |
| 70 | 80 | 2145 | 1320 | 950 | 795 | 675 |  |
| 80 | 90 | 2270 | 2345 | 965 | 815 | 695 |  |
| 90 | 100 | 2205 | 1365 | 975 | 825 | 710 |  |
| 100 | 120 | 2250 | 1385 | 995 | 840 | 730 |  |
| 120 | 140 | 2315 | 1420 | 2020 | 860 | 755 |  |
| 140 | 160 | 2370 | 1460 | 2055 | 895 | 785 |  |
| 160 | 180 | 2430 | 1495 | 1080 | 925 | 810 |  |
| 180 | 200 | 2495 | 2530 | 1305 | 960 | 840 |  |
| 200 | 225 | 2560 | 2570 | 2135 | 990 | 870 |  |
| 225 | 250 | 2525 | 1620 | 2170 | 1030 | 910 |  |
| 250 | 275 | 2680 | 1655 | 2205 | 1065 | 945 |  |
| 275 | 300 | 2755 | 1.695 | 2235 | 2100 | 985 | 0300 |
| 300 | 325 | 2810 | 2735 | 2270 | 2230 | 1025 | .300 |
| 325 | 350 | 2860 | 1775 | 1300 | 1160 | 2045 |  |
| 350 | 375 | 2925 | 2810 | 1330 | 1195 | 2080 |  |
| 375 | 400 | 2980 | 1840 | 1360 | 1230 | 1215 |  |
| 400 | 425 | 3010 | 1870 | 1390 | 2265 | 1140 |  |
| 425 | 450 | 3035 | 2900 | 2425 | 2295 | 1170 |  |
| 450 | 475 | 3065 | 1935 | 1445 | 2330 | 1210 |  |
| 475 | 500 | 3205 | 2970 | 1480 | 1365 | 1240 |  |
| 500 | 550 | 3150 | 2025 | 2325 | 1425 | 2285 |  |
| 550 | 600 | 3200 | 2080 | 2565 | 2460 | 1335 |  |
| 600 | 650 | 3250 | 2125 | 1620 | 2525 | 1395 |  |
| 650 | 700 | 3305 | 2175 | 1670 | 2565 | 1435 |  |
| 700 | 750 | 3355 | 2225 | 1720 | 2620 | 2475 |  |
| 750 | 800 | 3410 | 2275 | 1770 | 1670 | 2525 |  |
| 800 | 850 | 3455 | 2315 | $18: 5$ | 1720 | 2570 |  |
| 850 | --- | Add to rate for 850 miles 45 conts por 100 pounds for each 50 miles or Exaccion theroof in excesa of 850 mides. |  |  |  |  |  |
| (1) Minimum Charge--the charge for 100 pounds at the applicabic rate. <br> (2) See Item 70 for application of ratea. <br> (3) Soe Item $\$ 0$ for computation of distances. <br> (4) See item 220 Lor Region deacriptions. <br> Now.,-rates named in thia itom apply in connection with spidt pickup and aplit <br> dolivery anipments only when pointe of origin and pointe of destination of ali component parts of such mipmente are located within Region 1 . Rates named in Item 320 shall apply to spidt pickup and spidt deijvory shipments excluded from the provisions of this item. |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |
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| SECTION J--RXTES (Continued) |  |  |  |  |  |  | ITEM |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| DISTANEE RATES IN CENTS PER 200 POONOS (1) (2) (3) (4) <br> in this item apply oniy to shipments transported betwaon pointa Region 2 : and between pointa located in Rogion 2 , on the one hand, cated in Region 2, on the other hand. |  |  |  |  |  |  |  |
| MilesOver But NotOver |  | Nuy Quantity | Minsmum weight |  |  |  |  |
|  |  | $\begin{aligned} & 1.000 \\ & \text { pound } \end{aligned}$ | $2.000$ <br> Pounds | $3,000$ <br> Pounde | $8.000$ <br> pounde |  |
| - 8 | 10 |  | 125 | 1165 | 835 | 685 | 585 |  |
| 10 | 20 | 2950 | 1200 | 860 | 700 | 600 |  |
| 20 | 30 | 1980 | 2220 | 975 | 720 | 610 |  |
| 30 | 40 | 2025 | 1245 | 890 | 735 | 625 |  |
| 40 | 50 | 2045 | 1270 | 920 | 755 | 640 |  |
| 50 | 60 | 2080 | 2300 | 925 | 765 | 650 |  |
| 60 | 70 | 2125 | 1320 | 945 | 780 | 660 |  |
| 70 | 80 | 2155 | 1345 | 960 | 795 | 675 |  |
| 80 | 90 | 2295 | 2370 | 975 | 825 | 695 |  |
| 90 | 200 | 2240 | 2400 | 995 | 830 | 720 |  |
| 100 | 120 | 2295 | 1435 | 1020 | 850 | 730 |  |
| 120 | 140 | 2360 | 2480 | 1050 | 885 | 760 |  |
| 140 | 160 | 2425 | 1520 | 2080 | 920 | 790 |  |
| 160 | 180 | 2505 | 2565 | 1220 | 960 | 825 |  |
| 290 | 200 | 2580 | 2625 | 2150 | 995 | 860 |  |
| 200 | 225 | 2655 | 2675 | 2190 | 2040 | 910 |  |
| 225 | 250 | 2720 | 1720 | 1220 | 2065 | 935 |  |
| 250 | 275 | 2790 | 1765 | 1235 | 1210 | 980 |  |
| 275 | 300 | 2860 | 1810 | 2300 | 1150 | 1025 | 0320 |
| 300 | 325 | 2910 | 2055 | 2335 | 1285 | 2065 | 0920 |
| 325 | 350 | 2980 | 1900 | 1355 | 2215 | 1200 |  |
| 350 | 375 | 3025 | 1930 | 2385 | 1255 | 1235 |  |
| 375 | 400 | 3065 | 1960 | 2425 | 1295 | 1160 |  |
| 400 | 425 | 3105 | 1990 | 1440 | 2325 | 1285 |  |
| 425 | 450 | 3250 | 2025 | 1455 | 2355 | 1220 |  |
| 450 | 475 | 3280 | 2040 | 2500 | 1375 | 2245 |  |
| 475 | 300 | 3210 | 2075 | 2535 | 2400 | 2275 |  |
| 500 | 550 | 3235 | 2105 | 2570 | 2435 | 1310 |  |
| 550 | 600 | 3260 | 2140 | 2615 | 1490 | 2350 |  |
| 600 | 650 | 3295 | 2275 | 2660 | 1545 | 2395 |  |
| 650 | 700 | 3330 | 2205 | 1695 | 2595 | 2435 |  |
| 700 | 750 | 3375 | 2240 | 1730 | 2635 | 1480 |  |
| 750 | 800 | 3410 | 2275 | 1770 | 2670 | 1\$25 |  |
| 800 | 850 | 3455 | 2325 | 2823 | 1715 | 2570 |  |
| 850 - Nod to rate for 850 miloa 45 conte per 100 poundt zor each 50 milen or fraction thmeot in excest of 850 m ies. |  |  |  |  |  |  |  |
| (2) Minimum Charge-the charge zor 100 poundn at the applicable rate. <br> (2) Seo Itam 70 for appilcation of fatas. <br> (3) See Item 50 sor computation of distances. <br> (4) See Item 220 for region descriptions. |  |  |  |  |  |  |  |
| - Increase, Deciaion No. |  |  |  |  |  |  |  |
|  |  |  |  |  | mFECNVE 6,79 |  |  |
| Correction |  | issued by the public utilities commission of the state of california, SAN FRANCISCO, CALIFORNIA. |  |  |  |  |  |

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TWINTY-NINTH REVISED PAGE.... 28

ISSUED BY THE PUBLIC UTILITIES COMMISSION OF THE STATE OF/CALIFORNIA SAN FRANCISCO, CALIFORNIA.

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MINIMUM RATE TAPTEE 4 -R TWENTY-EIGTTM REETSED PACS..... 29


