Decision No. 90441

JUN 19 1979

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Investigation) for the purpose of considering and) determining minimum rates for transportation of any and all commodities statewide including, but not limited to, those rates which are provided in Minimum Rate Tariff 2 and the revisions or reissues thereof.

Case No. 5432 OSH 1022 (Filed May 2, 1978)

Richard L. Bredeman, for Lou-Jak Trucking Service;

O. F. Marcantonio, for Guthmiller Trucking, Inc.;
and Dean S. Russell, for Russell Truck Company;
respondents.

William M. Sterling, for National Can Corporation;
William D. Mayer, for Del Monte Corporation;
Gordon Larsen, for American Can Company; R. M.
Zaller, for Continental Can Company, U.S.A.;
John W. Elfving, for The Sherwin-Williams Company;
John J. Wynne, for Owens-Illinois; Kenneth C.
O'Brien, for Container Corporation of America;
and Ronald C. Broberg and H. W. Hughes, for
California Trucking Association; interested
parties.

John Lemke and Raymond Toohey, for the Commission staff.

<u>OPINION</u>

Minimum Rate Tariff 2 (MRT 2) contains statewide minimum rates for the transportation of general commodities by highway carriers. Item 330.3 of MRT 2 provides exception ratings on cans, NOI, including jacketed cans, and Item 640 contains commodity rates on sheet steel or tin cans (steel cans) and can ends made of aluminum, steel, or tin (can ends), subject to truckload minimum

The California Trucking Association (CTA) urged that the relief sought be granted by amending Item 640 of MRT 2 to include aluminum cans rather than grant the deviation authorities applied for. The position of CTA has some merit; however, it cannot be accomplished herein. The amendment of Item 640, MRT 2, should only be considered in a petition for modification or order setting hearing in Case No. 5432 where all interested persons are given an opportunity to present evidence and express their views."

Following this expression by the Commission, the Transportation Division staff instituted a statewide cost and rate study of empty steel and aluminum cans and the study was expanded to include composite cans and plastic bottles.

OSH 1022, issued May 2, 1978, states as follows:
"In response to requests from carrier and shipper representatives, the Commission's Transportation Division has conducted cost and rate studies into the operations, rates and practices surrounding the transportation of steel, aluminum and composite cans and plastic containers. The Transportation Division has recommended that a public hearing be scheduled for the purpose of receiving evidence relative to the need to establish commodity rates for the transportation of such containers.

"In such circumstances it appears the hearings should be held in this proceeding for the receipt of evidence relative to the extent Minimum Rate Tariff 2 should be modified."

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The staff studies prepared in response to OSH 1022 were initially distributed to interested parties on April 24, 1978.

Meetings were held between shippers and carriers to determine whether agreement could be reached as to the adoption of tariff provisions based on the staff studies. Upon being informed that no industry-wide consensus could be reached, public hearing was scheduled. Public hearing in OSH 1022 was held before Administrative Law Judge Mallory on January 18 and 19, and March 26, 1979 in San Francisco and OSH 1022 was submitted on the latter date.

Evidence was introduced on behalf of the staff, National Can Corporation (National), Owens-Illinois (Owens), American Can Company (American), Del Monte Corporation (Del Monte), The Sherwin-Williams Company (Sherwin-Williams), Continental Can Company, U.S.A. (Continental), and California Trucking Association (CTA).

Staff Cost Evidence

Exhibit 1 contains the staff's development of the estimated costs of performing service by reasonably efficient highway carriers engaged in the for-hire transportation of empty cans and plastic containers in truckload quantities. The costs are developed for selected lengths of hauls and for transportation between the Los Angeles Metropolitan zone groups and the San Francisco Bay Area zone groups as described in Distance Table 8. The report is based on data gathered from approximately 20 carriers. The study states that the principal destinations of empty containers are food processing plants, beverage plants, petroleum products companies, household chemical companies, pharmaceutical companies, and temporary storage locations.

The study states that eight different equipment types are used. Most units are high-cube designed and equipped with roller-beds. Some units are equipped with special unloading devices. The staff cost witness selected two principal types of equipment as the most efficient units for container transportation. For local hauls of 50 constructive miles or less, the witness selected a unit consisting of a two-axle tractor and a fifty-three foot, two-axle

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van semitrailer; for distances of 75 constructive miles and over, the witness chose a unit consisting of a three-axle tractor with a dromedary box and a forty-foot, two-axle semitrailer. Labor costs used in the study are developed from a synthesis of labor costs actually paid by the 20 carriers.

The staff cost witness found that because of the light and bulky nature of the empty containers and the several other factors that influence the amount of weight of a given shipment of containers, it was impractical to develop estimated costs on a per-hundred-pound basis. The cost data in Exhibit 1 and Stated in dollars-per-trip per fullipment unit.

Staff Rate Proposal

Exhibit 2 contains the rate proposals of the staff. The rates in Exhibit 2 are applicable to steel, aluminum, and composite cans, plastic bottles, and can ends. The exhibit states that the preponderance of the manufacturing plants of these commodities is located within San Francisco Bay Area and the Los Angeles Metropolitan Area. Significant steel can manufacturing facilities are located in the Sacramento and San Joaquin valleys and in San Diego. Scores of different size steel cans are produced, which have multiple uses in the food and beverage industries. The major uses of plastic bottles are as containers for detergents, cleansers, bleaches, cooking oils, anti-freeze, pharmaceutical products, and personal care items.

Steel, aluminum, and composite cans move in full truckload lots from the manufacturer's plant or warehouse to the customer. These containers often are scheduled to be received at times which permit them to be moved directly into assembly-line container-filling operations. Plastic bottles generally move in full truckloads, although some less-than-truckload movements are performed.

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The truckload weights of steel cans (with or without can ends) are greater than for other commodities. The truckload weights of steel cans range from 6,000 to 30,000 pounds; aluminum can shipments range from 6,500 to 8,500 pounds; and composite can shipments range from 6,500 to 14,000 pounds. The weight of truckload shipments of plastic bottles ranges from 4,000 to 10,000 pounds. Because of the broad ranges in shipment weights, because the carrier's equipment is fully utilized, and because trip expenses are not affected by the weight of the shipment, the staff rate witness recommended a single scale of distance rates in dollars-per-unit of equipment for all types of containers. The rate levels recommended by the staff reflect a cost/rate relationship of 93 percent.

A principal feature of the staff proposal is a nonalternation rule which would preclude the use of class rates for containers, except for the any quantity (less than 5,000 pounds) weight bracket. The proposed rates apply per load (the amount of freight transported at one time in the unit of carrier's equipment).

The staff rate witness, in Exhibit 3, compared for selected lengths of haul the existing rate levels for steel, aluminum, and composite cans, and plastic bottles with the rates proposed in Exhibit 2. The staff rate proposal results in reduced rates for larger size shipments and for shorter lengths of haul, and produces increased rates for smaller shipments and for longer lengths of haul. Because of the great variations in shipment weights and the many existing rate levels, the staff witness could not determine the overall revenue effect of his rate proposal.

National's Rate Proposal

National operates seven plants in California, producing a full range of metal containers. National also manufactures plastic containers and other products outside California. A witness appearing for National testified that he had studied the staff rate proposals and felt that the staff had done a commendable job in identifying most of the rate considerations affecting the container transportation industry, as well as showing the relationships between various cost factors.

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The witness agreed with the staff conclusion that transportation costs on a truckload basis are the same for all containers. However, the witness felt that certain unique marketing and competitive aspects of the container industry were not recognized in the staff studies. The witness developed in Exhibit 4-A a proposal that he believed better meets the needs of shippers and carriers. For example, Exhibit 4-A provides for stopping in transit to load or unload, a privilege not accorded in the staff proposal. In addition, separate levels of point-to-point rates are provided depending upon the lengths of haul involved. The rate levels proposed in Exhibit 4-A are higher than in the staff study for hauls of 50 miles or less, and below the rates in the staff study for distances over 50 miles.

Testimony of Owens

Owens manufactures fibre cans at Benicia. According to the witness testifying for Owens, about 40 percent of the production of its Benicia plant is sold in southern California. The staff rate proposal would produce charges per load from about \$300 to \$400 resulting in an average increase of \$67. At the same time the local rates paid by manufacturers located in the Los Angeles area would be reduced, thus widening the margin of the freight absorption that must be paid by Owens to remain competitive in Los Angeles area markets. According to the witness, the changed rate relationships may be of such significance so as to prevent Owens from marketing the products of its Benicia plant in the Los Angeles area. If that event occurs, Owens may close its Benicia plant.

American's Evidence

American opposes both the staff rate proposal in Exhibit 2 and National's rate proposal in Exhibit 4-A.

C.5432, OSH 1022 ai American desires that separate rate items be established for each commodity similar to the staff proposal. The staff proposal contains four separate rate scales and rules which are identical. The staff proposal assertedly reflects the desires of the container industry. American's request is based on the assumption that if the rates on the four commodities are set forth in one item, future rate adjustments involving only one commodity may be difficult to achieve. is American's position that class rates have been considered the

The charges under the commodity rates proposed by the staff and National in some cases are higher than the charges under the class rates now applicable. Under both proposals, the present rule will no longer be applicable that permits assessment of class rates when such rates produce lower charges than the specific commodity rates. It maximum reasonable level of rates on any commodity, and that commodity rates which exceed class rates are prima facie unreasonable. American, therefore, suggests that as an alternative to the rate proposals of the staff and National that the following rate levels be established for steel cans:

- 1. The steel can rates per truckload should be established from 0 to 140 miles at the 30,000 pound rates for glass containers set forth in Item 643 of MRT 2 (Decision No. 89921). All of these rates are less than the classification steel can rating of Class 50, minimum weight 20,000 pounds.
- 2. Truckload charges be established based on the charge for 20,000 pounds at the Class 50 rate for mileages exceeding 140 miles.
- 3. Item 85 of MRT 2 be allowed to apply on steel cans with the similar note as published on glass containers under paragraph 5(c) of Item 643 which allows charges based on not less than 90 percent of the single truckload charge.

American has no objection to National's proposal as it would apply to aluminum cans, as the charges under that proposal are similar to those now paid by American for its sole aluminum can haul from Oakland to Menlo Park.

American opposes the provisions of the staff proposal and National's proposal which will prevent so-called "master-billing". Master-billing is the rating of two or more truckloads as a single shipment at class rates subject to a higher minimum weight that can be loaded in a single unit of carrier's equipment. A representative of Cancilla Trucking (Cancilla) was called as a witness in support of American's position. The carrier witness testified that Cancilla hauls fibre cans from San Jose to Salinas and applies Class 77 1/2 rates subject to a minimum weight of 20,000 pounds. The shipment consists of two truckloads, weighing a total of 23,000 to 28,000 pounds. Two loads are hauled in one day using a single unit of equipment. The witness testified that the transportation is profitable, but it would not be so if the two loads were transported in more than one day or if two separate units of equipment were required. American asks that it continue to be authorized to apply class rates and use masterbilling in connection with its Eibre can haul from San Jose to Salinas. No specific proposal as to how that result can be accomplished in MRT 2 was presented.

Evidence of Del Monte

Del Monte strongly supports National's rate proposal. The evidence introduced by Del Monte was designed to show the reasonableness of that proposal.

Del Monte initially analyzed the cost data set forth in Exhibit 1. Del Monte agreed that the exhibit is an accurate representation of the costs involved, except with respect to loading and unloading times, which it belives are overstated by 20 minutes. That overstatement results from the use of a full hour for loading and for unloading instead of the average time for that service. CTA concurs in Del Monte's proposed adjustment in loading times, which reduces total direct costs for 150 miles or less by \$6.979 and for over 150 miles by \$6.666.

Del Monte compared the direct costs in Exhibit 1 (revised as indicated above) with the staff's rate proposal in Exhibit 2, National's rate proposal in Exhibit 4-A, and the class rates for steel cans based on the exception rating of Class 50 minimum weight 20,000 pounds, set forth in Item 330.3 of MRT 2 as follows:

TABLE 1

Comparison of Costs and Rates (Dollars)

| CM | Direct Costs (1) (2) | Exhibit 2 | Exhibit 4-A | Class Rates (3) |
|------------|----------------------|------------|---------------------|------------------|
| 5 | 50.771 | 81 | 90 | \$124.14 |
| 15 | 63,248 | 92 | 102 | 134.31 |
| 30 | 83.654 | 114 | 124 | 148-56 |
| 50 75 | 111.900 | 149 | 150 | 168-91 |
| | 148,117 | 198 | 183 | 191.29 |
| 150 | 250.311 | 315 | 257 | 246.24 |
| 250 | 307.2 <i>6</i> 7 | 391 | 342 | 313.39 |
| 400 425 | 355.767 372.884 | 447 | 428 443 | 400.90 |
| 550 | 549.339 | 462 671 | 442 570 | 417.18 |
| 700 | 725.067 | 893 | 570 7 5 0 | 474-16 567-77 |

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(1) Direct costs from Exhibit 1, page 8, line 10 minus \$6.979; page 9, line 11 minus \$6.666. This figure represents direct costs without gross revenue expense.

(2) Direct costs include gross revenue expenses at direct cost level; viz. col. (1) + 0.9233.

(3) 20,000 pounds at Class 50 rate. Item 330.3 of MRT 2 (includes Supplement 141, 1-3/4 percent surcharge).

As may be seen from the above table, the charges for a cans computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed at the class rates fail to cover direct costs (includes computed costs)

As may be seen from the above table, the charges for steel cans computed at the class rates fail to cover direct costs (including gross revenue expenses) for hauls of 150 miles, 550 miles, and 700 miles. For some other lengths of haul the class rates would make only a slight contribution to revenue requirements in excess of direct costs. On the other hand, rates for all mileages in the staff proposal and in National's proposal would exceed direct costs. The rates in both proposals closely follow the costs, whereas charges under the present class rates are far in excess of costs for distances of 50 miles or less.

It is Del Monte's position that all rates should exceed direct costs and make some contribution to overhead and profit. Del Monte believes that both the staff's proposal and National's proposal do that. Del Monte believes that National's proposal is preferable to the staff's proposal because the shorter hauls would bear a greater share of the contribution to overhead and profit than longer hauls. In addition, Del Monte believes National's proposal gives greater effect to the competitive needs of shippers.

Del Monte points out that the Interstate Commerce Commission (ICC) historically has considered class rates as a ceiling, and has found unreasonable commodity rates which exceed class rates. This Commission generally has avoided that problem in establishing or approving minimum rates by providing that specific commodity rates in MRT 2 alternate with the class rates in that tariff. That alternation

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would be removed in both the staff's and National's proposal. Del Monte supports the nonalternation feature of those proposals. Del Monte stated that the ICC general rule is subject to qualifications. In 351 ICC 715, the ICC determined that if special circumstances are shown that justify a higher level of commodity rates than class rates, the ICC would permit the higher level of commodity rates to apply. According to Del Monte, ample justification has been shown in this proceeding. Considerations justifying higher commodity rates assertedly include the revenue needs of a group of carriers offering a specialized service, the cost/rate comparisons shown in Table 1, and the general desire of the shippers and carriers to have uniform rates and rules to apply to several types of containers.

Del Monte rerated a portion of its 1978 steel can hauls to determine the changes in shipping costs resulting from the staff's and National's proposals. The sample included 4,503 shipments. Compared with present rate levels, Exhibit 2 (staff) would increase shipping costs by 4 percent, and Exhibit 4-A (National) would raise charges by 2 to 3 percent. The transportation included in the sample is for 200 miles or less.

Del Monte also analyzed the 1977 annual reports of the carriers used in the cost study. Of the 20 carriers, the reports of 16 were useful for that purpose. Del Monte determined that on a composite basis the average operating ratio was 97.6 percent and the return on proprietor's equity was 16.5 percent. Del Monte contends that the carrier group was in a reasonably healthy financial position in 1977, and that the rate proposals herein would assure continuation of a healthy carrier industry. CTA's Evidence

CTA presented evidence in support of the rate levels in Exhibit 4-A. CTA held meetings with carrier members of that association and other carriers engaged in container transportation both prior to and following commencement of the hearings in this C.5432, OSH 1022 ai/ks +

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proceeding. The staff cost and Tate Studies and National's proposal were discussed. Those meetings indicated that the staff cost study generally presented a fair representation of operating costs. The rate proposal of National was selected as providing reasonable rates for all of the commodities involved.

all commodities, as set forth in National's proposal in order to provide tariff simplification and to ensure that rates on all commodities are maintained on the same levels. CTA also supports the nonalternation of class rates and the elimination of the master-billing privilege. CTA pointed out that the original intent of the master-billing provision was to permit carriers with smaller equipment or a single truck to compete with carriers that could haul a large load in a single equipment unit. Assertedly, it was not the intent that such provision should be a tool for reducing rates on light and bulky shipments.

Position of Other Parties

Crown Zellerbach, a manufacturer of composite cans at locations within California; Sherwin-Williams (Container Division), a manufacturer of steel cans at San Leandro; and Continental, a manufacturer of steel cans and ends at various California locations presented evidence in support of National's rate proposal.

Discussion

National's rate proposal in Exhibit 4-A is supported by the majority of the container manufacturers. The highway carriers engaged in transporting containers also urge its adoption. For all practical purposes National's proposal in Exhibit 4-A is an industry proposal. It gives effect to the major competitive problems faced by the can producers and appears to provide adequate revenues to the carriers engaged in performing the transportation. The proposal recognizes that specialized carrier operations are involved in transporting empty containers, in which only a limited group of highway carriers have the high-cube, roller-bed equipment necessary to meet industry needs. National's proposal looks to providing a level of rates

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sufficient to ensure that the specialized carriers engaged in contained service can continue to operate at profit. National's proposal also recognizes the need for specific point-to-point rates between manufacturing plants located just beyond perimeter of a metropolitan area, on the one hand, and points within another defined metropolitan zone on the other hand; thus maintaining the opportunity for such plants to compete with plants located within the adjacent metropolitan area. National's proposal would mitigate the rate absorption problem enunciated by Owens in connection with shipments from its Benicia plant to the Los Angeles Metropolitan area. The rates that Owens seeks to retain are below the direct costs of providing the service as measured in Exhibit 1. There do not appear to be any special considerations in the movements for Owens that would result in costs lower than those in Exhibit 1 for transportation for the company from Benicia to the Los Angeles Metropolitan area.

National's proposal would remove one advantage now held by 'aluminum and fibre can and plastic bottle shippers, the ability to master-bill shipments to receive a lower rate. Only one manufacturer sought to retain that privilege, and then only with respect to a single haul. Testimony of other shippers was to the effect that they would willingly forego the master-billing privilege in order to achieve a rate schedule for containers that in all other respects is tailored to meet the shippers' needs. Again, we point out that the carrier testimony in support of continuing the master-billing privilege for fibre containers from San Jose to Salinas indicated that only under the particular circumstances described in that testimony could masterbilling be conducted on a profitable basis, and that if those favorable circumstances are not present, master-billed shipments would not be profitable. We will adopt the proposals of the staff and National concerning master-billing of container shipments, and the nonalternation of class rates.

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National's rate proposal originally was presented at the January series of hearings. Changes in the initial proposal were made to meet the needs of most of the shippers involved in the transportation of empty containers. During the period between the January and March hearings the proposal was discussed with other shippers and with CTA. The majority of shippers and carriers support the revised proposal (Exhibit 4-A). The staff has no objection to that proposal as it appears to achieve the purposes of the staff proposal, which are to provide reasonable and sufficient minimum rates designed specifically for the movement of empty steel, aluminum, and composite cans, plastic bottles, and can ends, and to assist shippers to economically market those commodities within California.

As pointed out in Del Monte's testimony, there are several adequate reasons for departing from the traditional concept followed in ICC proceedings that commodity rates should not exceed class rates. The single most important factor is that the charges computed upon class rates for the greater lengths of haul are less than the direct operating costs for such lengths of haul as measured in the staff cost study in Exhibit 1. All of the parties to this proceeding, except American, accept the staff cost study as being a reasonably accurate portrayal of the costs involved. American made no analysis of those costs, but American doubts their accuracy solely because the costs exceed present class rates.

Del Monte's position is that the rates established in this proceeding should be adequate to ensure that the carriers engaged in container transportation services can earn a reasonable profit and remain in business. Del Monte, other shipper witnesses, and CTA pointed out that there is a limited group of carriers that own and maintain the specialized high-cube, roller-bed equipment necessary to the economical movement of empty containers, and that such equipment cannot readily be used for other purposes. Therefore, the container traffic must be profitable if the group of carriers are to remain healthy as they have no other major source of revenues to subsidize container traffic. Shippers other than American and Owens,

C.5432, OSH 1022 ai/bw strongly advocate the adoption of National's Exhibit 4-A rather than retention of class rates, because the rates in Exhibit 4-A exceed the associated direct operating costs as measured in Exhibit 1 and make some contribution to indirect (overhead) expenses, whereas the rate proposal of American for steel cans fails to cover such direct costs in many instances. Section 3662 of the Public Utilities Code directs that we give due consideration of the costs of all transportation services performed when establishing or approving rates for highway permit carriers. CTA strongly supports the adoption of Exhibit 4-A, but points out that the exhibit is a complete rate proposal designed to produce adequate revenues to carriers only if the proposal is adopted substantially as proposed. Any substantive change in that proposal, such as American's steel can proposal, would materially reduce carriers' opportunity to earn reasonable revenues and CTA would not support adoption of the balance of the rate proposal in Exhibit 4-A. After careful consideration of all evidence in this proceeding, we will adopt the rate proposals set forth in Exhibit 4-A. Findings 1. At the suggestion of the Commission set forth in Decision No. 84785 (supra) and upon the request of interested shipper and carrier groups, the Commission's Transportation Division instituted cost and rate studies looking to the revision of the minimum rates applicable to steel, aluminum, and composite cans, plastic bottles, and can ends. 2. OSH 1022 was issued for the receipt of evidence concerning the rates applicable to the commodities described above. 3. The Commission staff presented a study of the current operating costs associated with the transportation of the involved containers (Exhibit 1) and a study (Exhibit 2) containing proposed rates, rules, and regulations designed to reflect the cost data in Exhibit 1 and statutory and other ratemaking considerations. -15-

- 4. After analysis of the data set forth in the staff's Exhibits 1 and 2, and following discussion with other shippers and the carriers engaged in container transportation, National devised an alternate rate proposal as set forth in its Exhibit 4-A.
- 5. Exhibit 4-A has the support of the majority of shippers and carriers directly engaged in container transportation.
- 6. Exhibit 4-A gives adequate consideration to the reasonable costs of transportation as set forth in Exhibit 1, to the requirements of shippers in the marketing of containers, and to the ratemaking considerations set forth in Section 3662 of the Public Utilities Code.
- 7. The rates and rules set forth in Exhibit 4-A will result in just, reasonable and nondiscriminatory minimum rates, rules, and provisions to govern the statewide transportation of empty steel, aluminum, and composite cans, plastic bottles, and can ends and such rates should be established in the ensuing order.
- 8. The rate proposal adopted in the preceding finding will result in both increases and reductions in rates. Because of the variety of rates now applicable to the transportation and the varying weights of shipments, the overall revenue effect of the adopted levels of rates cannot be determined.

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9. To the extent that increases in rates result from the rate levels adopted herein, such increases are justified. Conclusions

- 1. MRT 2 should be amended as provided in the order that follows. Item 640 adopted in the following order is not subject to the current $9\frac{1}{7}$ percent surcharge, but, together with glassware, is subject to a surcharge of $7\frac{1}{2}$ percent (including the recently adopted fuel offset surcharge).
- 2. The effective date of this order has been shortened in order to permit the rates to go into effect as soon as possible, at the request of the majority of the shippers and carriers involved.

ORDER

IT IS ORDERED that:

1. Minimum Rate Tariff 2 (Appendix D to Docision No. 31606, as amended) is further amended by incorporating therein, to become effective twenty-five days after the date hereof, the revised and voriginal pages set forth in Appendix A, attached hereto and by this reference made a part hereof.

- 2. Common carriers subject to the Public Utilities Act, to the extent that they are subject also to Decision No. 31606, as amended, are directed to establish in their tariffs the increases necessary to conform with the further adjustments ordered by this decision.
- 3. Common carrier tariff publications made as a result of this order which involve increases shall be filed not earlier than the effective date of this order and shall be effective twenty-five days wafter the date hereof. Tariff publications involving reductions may be made effective not earlier than the tenth day after the effective date of this order. The authority for reductions shall expire unless exercised within sixty days after the effective date of this order. All tariff publications must give ten days' notice to the Commission and the public.
- 4. Common carriers, in establishing and maintaining the rates authorized by this order, are authorized to depart from the provisions of Section 460 of the Public Utilities Code to the extent necessary to adjust long- and short-haul departures now maintained under outstanding authorizations; such outstanding authorizations are hereby 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.
- 5. In all other respects Decision No. 31606, as amended, shall remain in full force and effect.
- 6. The Executive Director shall serve a copy of this decision on every common carrier, or such carrier's authorized tariff publishing agents, performing service under Minimum Rate Tariff 2.

C.5432, OSH 1022 ai/ks *

| | 7. | The Executive | Director sha | ll serve a co | py of each | of the |
|--------|------|-----------------------|---------------|---------------|-------------|----------|
| tarif: | Eame | endments on ea | ch subscriber | to Minimum R | late Tariff | 2. |
| | | The effective | date of this | order shall | be ten day | s 🗸 |
| after | the | date hereof. Dated at | San Francisco | , Californ | nia, this _ | 1901 |
| day o | E | JUNE | , 197 | 9. | Λ | , |
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c. 5432 (OSH 1022)

APPENDIX A

LIST OF ORIGINAL AND REVISED PAGES TO MINIMUM RATE TARIFF 2

| SUPPLEMENT | | | 144 |
|-------------|---------|------|----------------|
| FIFTY-FIRST | REVISED | PAGE | 4 |
| SIXTY-NINTH | REVISED | PAGE | 5 |
| FIFTH | REVISED | PAGE | 28-A |
| EIGHTH | REVISED | PAGE | 31 - AA |
| FIRST | REVISED | PAGE | 48-B |
| ORIGINAL | | PAGE | 48-BB |
| ORIGINAL | | PAGE | 48-BBB |
| SIXTH | REVISED | PAGE | 48-C |

(END OF APPENDIX A)

SUPPLEMENT 144

(CANCELS SUPPLEMENTS 135, 140 and 143)

(SUPPLEMENTS 73, 77, 87, 124, 127, 139 and 144 Contain All Changes)

TO

MINIMUM RATE TARIFF 2

NAMING

MINIMUM RATES AND RULES

FOR THE

TRANSPORTATION OF PROPERTY OVER THE

PUBLIC HIGHWAYS WITHIN THE

STATE OF CALIFORNIA

BY

RADIAL HIGHWAY COMMON CARRIERS

HIGHWAY CONTRACT CARRIERS

AGRICULTURAL CARRIERS

CEMENT CONTRACT CARRIERS

DUMP TRUCK CARRIERS

AND

HOUSEHOLD GOODS CARRIERS

Decision No.

90441

EFFECTIVE JUL 14 1979

SUPPLEMENT 144 TO MINIMUM RATE TARIFF 2

APPLICATION OF SURCHARGE

Except as otherwise provided, compute the amount of charges in accordance with the provisions of this tariff, and increase the amount so computed as follows:

- By seven and one-half (75) percent on charges computed at rates provided in Items 640, 643, 646;
- Except as provided in paragraph 1, by nine and one-quarter (9%) percent on charges computed at rates subject to minimum weights of 5,000 pounds or more;
- 3. By nine and one-half (9%) percent on all other rates and charges.

For purposes of disposing of fractions under provisions hereof, fractions of less than one-half (h) cent shall be dropped, and fractions of one-half (h) cent or greater shall be increased to the next higher whole cent.

- 4. The surcharges herein shall not apply to:
 - 1. Supplement 139;
 - 2. Item 110 Deductions;
 - 3. Item 124 Charges for Escort Service Stated in Cents per Mile in Paragraph (2), and charges in Paragraphs (b) and (c);
 - 4. Item 128 Charges for Permit Shipments;
 - 5. Item 141 Storage and Reloading Charges;
 - 6. Item 143 Demurrage Charge;
 - 7. Itam 145 Accessorial Charges in Subparagraph (b);
 - 8. Item 147 Advertising on Equipment;
 - 9. Item 181-1 Special C.O.D. Service;
 - 10. Item 182 Collect on Delivery (C.O.D.) Shipments;
 - 11. Items 185-1 through 187-3 Temperature Control Service;
 - 12. Items 200 through 230 (Railhead-to-railhead Charges Only);
 - 13. Item 631 Rates for Canned Goods;
 - 14. Item 633 Stop Charge in Note 10.

THE END

oIncrease, Decision No.

20441

INDEX OF COMMODITIES

Only those articles which are named in commodity rate items or in Exceptions to the Governing Classification and Exception Ratings Tariff are shown in the following list.

| following list. | | ,, | |
|------------------------------|-----------------|--|--|
| COMMODITY | ITEM | COMMODITY | ITEM |
| Acid, Acotic (M) | 325, 820 | Bases, post (iron or steel) | 760,764.765 |
| Acid, Boracic | 730-732 | Bath, bubble (M) | 340, 840 |
| Acrylate, isobutyl (M) | 325, 820 | Batteries, electric | 1 |
| Adhesive Cements (M) | 395-397,880 | storage (M) | 377.5,723-726 |
| Adhesive Clues (M) | 395-397, 880 | Beams, reinforced concrete | 813 |
| Adhesive Pastes (M) | | Beams, iron or steel | 760, 764, 765 |
| Adhesive (M) | 395-397, 880 | Bean Dip (M) | 335.7 |
| | 325,340,820,840 | (1 · · · · · · · · · · · · · · · · · · · | 652-6544 |
| Adhesives, NOI | 801 | Beans, Castor | 320-1 |
| Advortising Matter (M) | 395-397,880 | Beans and Pork | |
| Air Compressors (M) | 365 | Boers (M) | 310,360,810 |
| Alcohols (M) Ale | 325, 820 | Belts (M) | 365 |
| Alfalfa, chopped and pressed | 310,360,810 | Beverage Containers | 335.7.360 |
| dried | 652~6545 | Beverage Preparations | 316,360 |
| Ammonia, cleaning | 730~732 | Beverages Beverages flavored (M) | 335.7 |
| | | | |
| Amyl Acetate (M) | 325, 820 | Beverages, Malt or Cereal | 310,810 |
| Animal Feed | 338,620,630 | Billets, iron or steel | 760,764,765 |
| Angles, iron or steel | 760,764,765 | Bibb Cocks | 365 |
| Anvila (M) | 365 | Bicycles | 316.5 |
| Apples, dried | 350 | Bits, Drilling | 365 |
| Arms, Cross, wooden | 695 | Bleach, Laundry | 730-732 |
| Articles, concrete or tile | 318 | Blocks, building | 334.8, 823 |
| Articles, iron or steel | 760,764,765 | Bluing, Laundry (M) | 360 |
| Articles, paper | 770 | Boards, Sawdust or ground | 405 COO COO 230 |
| Articles, plastic (M) | 395~397,880 | wood | 635,690,691,710, |
| Articles, rubber (M) | 395-397,880 | {{ | 715 |
| Articles, zinc (M) | 395-397,880 | Boards, wall (Plaster boards) | 762, 767 |
| Asbestos, Lumber | 761,767 | Boiler Plues; Boiler Parts | |
| Aubestos, Millboard | 761,767 | (M); Boilers (M); Boiler | |
| Aubeston, Ridge Roll | 761,767 | Tubes | 365 |
| Asbeston, Roofing or | | Bolts | 760,764,765 |
| Sheathing | 761,767 | Booklets (M) | 395-397, 880 |
| Asphalt (Asphaltum) (M) | 762,767 | Books (M) | 395-397, 880 |
| Asphalt or Asphalt Base |] | Books, School Textbooks | 317 |
| Paving Joints | 761,767 | *Bottles, glass | 643,646 |
| Asphalt Shingles, coated or | 1 | *Bottles, plastic | 330.3, 640 |
| not coated | 761,767 | Bowls (M) | 395-397, 880 |
| Asphalt Flooring Compound, | 1 | Boxes, Planter | 758 |
| solid | 761,767 | Boxes, Fibreboard, paper, | 1 |
| Amphalt, Liquid | 377.5,723-726 | paperboard or pulpboard | 770 |
| Amphaltic Sewer Pipe Joints | 761,767 | Boxes or Crates | 685,690,691,710, |
| Asphalt, Solid | 303 | _ | 715 |
| Atmospheric Water Cooling | | Braces, Cross, wooden | 695 |
| Towers | 365 | Braces, iron or steel | 760,764,765 |
| Į. | } | Brake fluid (M) | 325, 820 |
| Bags, traveling (M) | 395-397,880 | Brandy | 360 |
| Bags, bowling ball or | | Breads | 320 |
| bowling shoe (M) | 395~397,880 | Brine | 320 |
| Bakery Goods | 335.7,360 | Broths | 320 |
| Bananas, powdered | 350 | Brushes (M) | 395-397, 880 |
| Bands, iron or steel | 760,764,765 | Buffing or Polishing | <u>} </u> |
| Bark | 370, 860 | Compounds (M) | 325, 820 |
| Barrels, Pump Working | 365 | Bushes, Rose | 843 |
| Bars, Grate (iron or steel) | 365 | Butter | 335.5 |
| Bars, plain, corrugated, | [| Butter, Fruit | 320 |
| twisted or bent (iron or | | Dutter, Peanut | 320-1 |
| steel) | 760,764,765 | Buttermilk | 320,345 |
| Bars, truss (iron or steel) | 760,764,765 | Butts, steel | 1 362 |

(M) Denotes articles on which application of rates is limited to mixed shipments.

Correction

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EFFECTIVE

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

^{*} Addition, Decision No.

INDEX OF COMMODITIES (Continued)

Only those articles which are named in commodity rate items or in Exceptions to the Governing Classification and Exception Ratings Tariff are shown in the following list.

| COMMODITY | ITEM | COMMODITY | ITEM |
|------------------------------|-----------------|-------------------------------|-----------------|
| Cake, and muffin mix (M) | 395-397, 880 | Circulars (M) | 395-397,880 |
| Can Ends | 640 | Citrus Fruit Juice Powders | |
| Candles (M) | 377.5,395-397, | or Crystals | 360 |
| Amilana (se) | 723-726,880 | Cleats | 365 |
| Candy | 318-1,360,815 | Coating, candy, other than | · · |
| Candy (M) | 340, 840 | chocolate | 360 |
| Candy coating, other than | 340, 840 | Coating, chocolate | 318-1.360.815 |
| chocolate | 360 | Coating, roofing, other than | 1520 27500.025 |
| Candy filler (M) | 360 | paint or stain | 379.4. 761, 767 |
| Canned Goods | 320-320-1,323, | Cocks | 365 |
| Carmed Goods | 631-633 | Cocoa | 318-1,360,815 |
| Cans | *330.3,640,772 | Cocoa Butter | 318-1.815 |
| Caps, post | 760,764,765 | Cocoanut, prepared | 333.5 |
| Cards, gift (M) | 395-397,880 | Coffee | 360 |
| Carriers (used packages), | 333 337,330 | Coffee, extract of (condensed | |
| malt or coreal beverage | 331 | or instant), dry | 360 |
| Carriers (used packages) | 330.4,330.6,331 | Coffee Substitutes | 360 |
| Cases, gun carrying (M) | 395-397,880 | Coloring, Confectioners' | 360 |
| Cases, lipstick (M) | 395-397,880 | Columns | 760,764,765,813 |
| Cases, sample (M) | 395-397.880 | Combs (M) | 395-397,880 |
| Castings, rough | 760,764,765 | Compacts, brass, empty (M) | 395-397,880 |
| Catalogs | 362 | Compound, cleaning (M) | 377.5,723-726 |
| Catalogs (M) | 395~397.880 | Compound, electrical | 1 |
| Catalogs, parts or sections | 362 | insulating (M) | 377.5,723-726 |
| Catalogs, parts or | | Compound, motal cutting, | 1 |
| sections (M) | 395-397.880 | drawing or drilling (M) | 377.5,723-726 |
| Catches | 362 | Compound, paint thinning (M) | 377.5,723-726 |
| Catsup | 320-1 | Compound, pneumatic tire | í |
| Comont, Concrete or Masonry | 761,767 | mounting (M) | 377.5,723-726 |
| Cemont, pipe fitting (M) | 377.5,723-726 | Compound, radiator | } |
| Cement, roofing, liquid or | | cleaning (M) | 377.5,723-726 |
| other than liquid | 379.4,761,767 | Compound, rubbing alcohol(M) | 340,840 |
| Cereal and Nuts combined | 360 | Compound, rust preventing | } |
| Cereal Food Preparations (M) | (360 | or removing (M) | 377.5,723-726 |
| Channels | 760,764,765,813 | Compound, type cleaning (M) | 377.5,723-726 |
| Checks (M) | 395-397,880 | Compound, waterproofing (M) | 377.5,723-726, |
| Cheoso | 335.5,335.6, | | 761,767 |
| | 335.7,833 | Compounds, ammonia | 730-732 |
| Cheese, imitation | 335.5 | Compounds, antifreeze (M) | 377.5,723-726 |
| Cheese Foods | 335.5 | Compounds, boiler | 1 |
| Chemicals (M) | 325,820 | cleansing (M) | 325,820 |
| Chewing Gum | 318-1, 360, 815 | Compounds, buffing or | |
| Chewing Gum (M) | 340, 840 | polishing | 325,730-732,820 |
| Chili, ground | 320 | Compounds, carbon, gum | |
| Chips, wood | 635-636 | or sludge removing (M) | 377.5,723-726 |
| Chloride of Lime Bleach | 730-732 | Compounds, Cleaning, | |
| Chocolate | 318-1,360,815 | Scouring or Washing | 325,730-732,820 |
| Chocolate Coating | 318-1,360,815 | | |
| Chowders | 320 | Compounds, dental plate | 240 040 |
| Cider (M) | 335.7 | cleaning (M) | 340,840 |

(M) Denotes articles on which application of rates is limited to mixed shipments.

* Addition, Decision No. 90441

Correction

EFFECTIVE JUL 14 1979

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

FIFTH REVISED PAGE....28-A CANCELS

270-2

270-3

MINIMUM RATE TARTER 2

2 FOURTH REVISED PAGE...28-A
SECTION 1--RULES OF GENERAL APPLICATION (Continued)

TERRITORIAL DESCRIPTIONS (Continued) (Items 270 through 270-3)

- 2. SAN JOAQUIN VALLEY TERRITORY includes that area embraced by the following boundary: Boginning at the intersection of U.S. Highway No. 99 and the northern boundary of San Joaquin County; thence easterly and southerly along said boundary to its intersection with the Stanislaus County boundary; southerly along the easterly boundary of Stanislaus County to its intersection with the Merced County boundary; southerly along an imaginary line extending through the unincorporated communities of Friant and Orange Cove to its intersection with State Highway No. 198 at the unincorporated community of Lomon Cove; southerly along said imaginary line to its intersection with State Highway No. 198 at the unincorporated community of Success; southerly along said imaginary line to its intersection with State Highway No. 178, 15 miles east of Bakersfield; southwesterly along said imaginary line to its intersection with U.S. Highway No. 466 and County Road 1.7 miles east of Edison; southerly along said County Road to its intersection with County Road north of Arvin; westerly along said County Road through Weed Patch to its junction with U.S. Highway No. 166; westerly along State Highway No. 166 to its junction with State Highway No. 166; westerly along State Highway No. 166 to its junction with U.S. Highway No. 399 at Maricopa; northwesterly along U.S. Highway No. 399 to Taft; northwesterly along State Highway No. 10. 165 to its intersection with U.S. Highway No. 50, 3.5 miles east of Tracy; westerly along U.S. Highway No. 50 to its intersection with the western boundary of San Joaquin County; northerly and easterly along said boundary to point of beginning.
- 25. SACRAMENTO VALLEY TERRITORY includes that area consisting of the Counties of Butte, Colusa, Clenn, Sacramento, Sutter, Tehama, Yolo, Yuba and that portion of the County of Placer lying west of State Highway No. 49.

(Continued)

TERRITORIAL DESCRIPTIONS (Concluded) (Items 270 through 270-3)

- 3. SAN PRANCISCO TERRITORY includes that area consisting of the following Metropolitan Zones as Set forth in Section 2-A of the Distance Table: 101, 102, 103, 104, 105, 106, 107, 108, 109, 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 124, 125, 126, 127, 128, 129 and 130.
- 4. LOS ANGELES TERRITORY includes that area consisting of the following Metropolitan Zones as set forth in Section 2-A of the Distance Table: 203, 204, 205, 206, 207, 208, 214, 215, 216, 217, 218, 219, 220, 224, 225, 226, 227, 228, 229, 230, 231, 232, 233, 234, 235, 236, 240, 241, 242, 243, 247, 248, 249, 250, 251 and 252.

5. METROPOLITAN LOS ANGELES AREA includes that area consisting of Metropolitan Zones 201 through 262, as described in Section 2-A of the Distance Table.

- *6. METROPOLITAN SAN FRANCISCO BAY AREA includes that area consisting of Metropolitan Zones 101 through 135, as described in Section 2-A of the Distance Table.
 - ø Change) Decision No.

90441

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

| (1) Truckload shipments of commodities named herein shall be subject to the rates, rules and charges set forth in Item 640 of this tariff. NOTEThe less-than-truckload ratings named in the Governing Classification shall apply only when the shipment occupies not more than fifty percent (50%) of the lineal loading capacity of the unit of carrier's equipment. Shipments occupying more than fifty percent (50%) of the lineal loading capacity of this tariff. In no event shall be subject to the provisions of Item 640 of this tariff. In no event shall any straight or mixed shipment containing commodities described in this item be transported at rates which produce total charges less than provided in Item 640 when the shipment occupies more than fifty percent (50%) of the lineal loading capacity of the unit of carrier's equipment. PALLETS, Secondhand, used for transporting Sheet Steel or Tin Cans or Aluminum, Steel or Tin Can Ends (Subject to Notes 1 thru 4): Any Quantity | SECTION 1 RULES OF C | NKRAL APPLICATION (Continued) | | ITEM |
|---|--|---|--|-------------|
| Apply (1) Truckload shipments of commodities named herein shall be subject to the rates, rules and charges least truckload———————————————————————————————————— | | | | |
| *Nottles, Plastic, NOI (136600), five gallons or less in capacity. *Cans, Aluminum, NOI (13120), five gallons or less in capacity. *Cans, Composito, Fibroboard, Paper or Paperboard, (29030), five gallons or less in capacity. Cans, Shoct, Steel, NOI (52755-52780), five gallons or less in capacity. Leas truckload | shown below refer to such | commodities as they are described in | | |
| Aluminum, Steel or Tin Can Ends (Subject to Notes 1 thru 4): Any Quantity | ttles, Plastic, NOI (156600), in capacity. ns, Aluminum, NOI (13120), fix in capacity. ns, Composite, Fibreboard, Par five gallons or less in capacins. Sheet, Steel, NOI (52755=0) or less in capacity. Less truckload | gallons or less gallons or less r or Paperboard, (29030), y. 780), five gallons dities named herein shall be subject ges set forth in Item 640 of this ratings named in the Governing Classifi- pment occupies not more than fifty percent of the unit of carrier's equipment. percent (50%) of the lineal loading uipment shall be subject to the provisions went shall any straight or mixed shipment this item be transported at rates which yided in Item 640 when the shipment | Classifi- cation Ratings Apply (1) | ø0č 330. |
| NOTE 4Applies only when the entire shipment is transported in one unit of carrier's equipment at one time. | NOTE 1Applies on used pall board over wraps; or fibreboar NOTE 2Applies only on empt n paying load, subject to Iter NOTE 3Applies only when the ansported at class or commoditation. | (Subject to Notes 1 thru 4): ts (150390, Sub 4) including wooden or or chipboard separators. pallets, returning or shipped for a 291. palletized shipment of Cans or Can Ends rates named in this tariff. | | 330. |
| # Addition Decision No. SO441 SO441 Prective JUL 14-197 | * Addition) O Increase) Decision No. | | nn 14-18 | 779 |

MINIMUM RATE TARIFF 2

SECTION 3--COMMODITY RATES (Continued)

ETUM

(Number within parentheses immediately following commodities shown below refer to such commodities as they are described in the corresponding item numbers of the Governing Classification.)

CONTAINERS, PACKAGING (Subject to Notes 1 through 13), viz.:

Bottles, Plastic, NOI (156600), five gallons or less in capacity. Cans, Aluminum, NOI (13120), five gallons or less in capacity. Cans, Composite, Fibreboard, Paper or Paperboard, (29030), five gallons or less in capacity.

Or less in capacity.

Cans, Shoet Steel, NOI (52755 - 52780), five gallons or less in capacity.

Can Ends, Aluminum, Steel or Tin (40245, 40250).

| | M Over | ILES But Not Over | RATES (In Dollars Per Load) | Over | MILES But Not Over | RATES (In Dollars Per Load) | |
|-----|-----------|-------------------------|-----------------------------------|----------------|--------------------|-----------------------------------|-----|
| | 0 | 5 | 90 | 200 | 220 | 320 | |
| 1 | 5 | 10 | 95 | 220 | 240 | 331 | ł |
| 1 | 10 | 15 | 102 | 240 | 260 | 342 | |
| 1 | 15 | 20 | 109 | 260 | 280 | 356 | i |
| l . | 20 | 25 | 117 | 280 | 300 | 371 | |
| 1 | 25 | 30 | 124 | 300 | 325 | 386 | |
| 1 | 30 | 35 | 131 | 325 | 350 | 401 | |
| ł | 35 | 40 | 138 | 350 | 375 | 415 | ණරව |
| 1 | 40 | 45 | 144 | 375 | 400 | 428 | 640 |
| 1 | 45 | 50 | 150 | 400 | 425 | 442 | İ |
| 1 | 50 | 60 | 162 | 425 | 450 | 455 | |
| 1 | 60 | 70 | 173 | 450 | 475 | 480 | |
| 1 | 70 | 80 | 183 | 475 | 500 | 510 | 1 |
| 1 | 80 | 90 | 194 | 500 | 525 | 540 | Ì |
| 1 | 90 | 100 | 205 | 525 | 550 | 570 | |
| į | 100 | 110 | 212 | 550 | 575 | 600 | İ |
| ł | 110 | 120 | 223 | 575 | 600 | 630 | ł |
| 1 | 120 | 130 | 235 | 600 | 625 | 660 | Ì |
| Į. | 130 | 140 | 247 | 625 | 650 | 690 | í |
| 1 | 140 | 150 | 257 | 650 | 675 | 720 | l l |
| 1 | | | | 675 | 700 | 750 | |
| 1 | 150 | 160 | 267 | For Di | istances | 1 | |
| 1 | 160 | 170 | 278 | over | 700 miles | 1 | 1 |
| 1 | 170 | 180 | 289 | add fo | or each | | |
| 1 | 180 | 190 | 295 | | les or | ŀ | ł |
| ļ | 190 | 200 | 304 | | ion there- | 30 | 1 |
| | | | | of in 700 m | excess of | | |

(Continued on following page)

ø Change)
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ISSUED BY THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA.

| SECTION | N 3COMMODITY RATES (Continued) | | ITEM |
|--|--|--|-------------------------------------|
| refer to such commodit: numbers of the Governing CONTAINERS, PACKAGING (Subject Bottles, Plastic, NOI (15660) Cans. Aluminum, NOI (13120). | | ponding item | |
| capacity. | 5-52780), five gallons or legs in capaci | | |
| BETWEEN | AND | Rates In Dollars per Load | |
| | Points in Metropolitan San Francisco Bay Area as described in Item 270.3 | (1)390.00 | |
| Points in Metropolitan Los Angeles Area as | Points in Contra Costa County not included in Metropolitan Zones 108 and 109. Points in Solano County. | (1)400.00 | ø05 640 (Con- tin- ued) |
| described in Item 270.3 | Sacramento and North Sacramento Extended Areas as described in Distance Table. | (1)410.00 | 000, |
| | Rocklin (Sunset Whitney Ranch) | 440.00 | |
| Points in Metropolitan San Francisco Bay Area as described in Item 270.3 | Mira Loma Air Force Station Alta Loma | (2)440.00 | |
| (1) Subject to the prov | isions of Items 900 and 900.1 (Routing) | • | |
| (2) Rate not subject to | the provisions of Note 3. | | |
| | Continued on following page) | | |
| ø Change) O Increase) Decision O Reduction) | No. 90441 | | |
| | | , s | |
| | EFFE | CTIVE JUL 14 | 1979 |
| ISSU Correction | ED BY THE PUBLIC UTILITIES COMMISSION O | F THE STATE OF CALL SAN FRANCISCO, CALL | FORNIA. |

SECTION 3--COMMODITY RATES (Continued)

MITT

CONTAINERS, PACKAGING (Subject to Notes 1 through 13),

NOTE 1.--The provisions of this item apply only in connection with straight or mixed loads of the named commodities and other commodities that are container parts or packaging for the containers in the shipment to be used in further manufacture or processing of the shipped containers. Commodities related to the container industry, except hazardous commodities, may also be included in the load, but shall not exceed ten percent (10%) of the weight of the named commodities.

NOTE 2 .-- Rates may not be used in combination with any other rates.

NOTE 3.--Loads transported at distance (mileage) rates or point-to-point rates in this item may be stopped to complete loading and/or unloading at a charge of \$35 per stop for such service; provided, however, that the charge is not applicable to the stop for delivery at final destination, nor to the pick-up made at original origin point. A total of not more than four (4) stops between origin and final destination will be permitted. When shipments are transported under point-to-point rates in this item, the carrier may not travel more than 25 actual miles off routes designated in routes listed in Items 900 and 900.1. If off-route distance exceeds 25 actual miles, the distance (mileage) rates in this item shall apply. The distance in such circumstances shall be computed from point to origin to point of destination via stop-off points in the order shown on the bill of lading. If loads are stopped, the total free time for all deliveries will be increased by not more than one-half (3) hour per intermediate stop beyond the time allowed in Note 8 herein.

NOTE 4.--When the carrier picks up and transports more than one load in one calendar day at distance (mileage) rates in this item and all loads are consigned to destinations within 150 constructive miles of the point of origin, and transports such loads in or on the same unit of carrier's equipment, utilizing the same driver, the charges for each such shipment moving in or on the same unit of carrier's equipment, exclusive of any accessorial charges, shall be reduced by five percent (5%); provided, however, that the pick-up of a second and any subsequent loads transported in accordance with this note must be preceded by delivery to the consignee of the shipment picked up immediately prior thereto. (See a. and b. below.)

ø¢ô 640 (Con= tin= ued)

- a. The provisions of this note shall in no way be interpreted as requiring the carrier or its employees to operate in violation of State or Federal hours of service regulations or other provisions precluding carrier from transporting two loads in or on the same unit of equipment within the allotted time period.
- b. Loads moving under the provisions of this note, where the point of origin is located in the Central Coastal Territory, must be picked up between the hours of 8:00 A.M. and 5:00 P.M. (See Exception.)

EXCEPTION: If origin is in San Francisco or San Mateo County, loads must be picked up between hours of 8:15~A.M. and 5:15~P.M.

NOTE 5.--Empty pallets or packaging material shall be returned at one-half (%) of the rate applicable to Class 70 freight; provided, however, that in no event shall the total charge for the return of pallets and packaging materials be greater than the total charge provided for packaging containers in this item.

NOTE 6.--Shipments must be prepaid, subject to provisions of Item 1853 of Exception Ratings Tariff 1; provided, however, that shipments may be transported on a collect basis subject to payment by the consignee of an additional charge of \$1.00 per shipment.

(Continued on following page)

Ø Change

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

SIXTH REVISED PAGE....48-C CANCELS FIFTH REVISED PAGE....48-C

MINIMUM RATE TARIFF 2

SECTION 3--COMMODITY RATES (Continued)

ITEM

CONTAINERS, PACKAGING (Subject to Notes 1 through 13),

NOTE 7.--Rates are restricted to services of a single carrier employee (driver) for each shipment. The carrier or his employee shall not engage or pay for the services of helpers under any circumstances.

NOTE 8.—An allowance of one (1) hour free time for loading and one (1) hour free time for unloading shall be made in connection with each load transported. Excess loading or unloading time shall be charged for at rates in Item 145 of this tariff. Time shall be computed as follows:

- a. From shipper designated time of arrival of carrier's equipment at place of loading or place of unloading until loading or unloading is completed and carrier's equipment is released. If carrier arrives late for scheduled loading or unloading, free time shall begin when actual loading or unloading commences;
- b. or, if loading or unloading times are not designated, from the actual time of arrival of carrier's equipment at the place of loading or unloading.

640 (Concluded)

doc

Excess unloading charges shall be billed to and collected from the consignee; provided, however, that if charges are not paid by the consignee within the period covered by Paragraph (b) of Item 250, such charges shall be billed to the consignor (shipper) who will thereafter be liable for payment as provided in Paragraph (c) of Item 250.

NOTE 9.—All shipments shall be unitized (securely fastened to elevating or lift truck pallets, platforms or skids, or assembled onto bundles with metal wire or other banding or strapping materials) or bagged or cartoned.

NOTE 10. -- Place of loading or unloading means a particular street address or other designation of a factory, store, warehouse, place of business, or the like.

NOTE 11. -- Rates apply per load. Load means a quantity of freight transported at one time in a single unit of carrier's equipment.

NOTE 12.--Rates in this item are not applicable in connection with shipments transported under the provisions of:

Items 160-163 Split Pickup
Items 170-173 Split Delivery
Item 188 Multiple Service Shipments

NOTE 13. -- Rates not subject to Central Coastal surcharges.

ø Change)
♦ Increase) Decision No.
• Reduction)

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