Decision No. 91523 APR 2 1980

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the application of Paso Robles Flying Service, Inc., doing business as Golden Carriage Aire, for a Certificate of Public Convenience and Necessity to provide passenger air service between Paso Robles Municipal Airport and San Francisco International with flagstops at King City, Mesa Del Rey and Salinas Municipal Airport; and application for exemption pursuant to Section 2767 of the California Public Utilities Code.

Application No. 58705 (Filed February 27, 1979)

## ORDER OF DISMISSAL

Applicant seeks a certificate of public convenience and necessity to provide passenger air service between Paso Robles and San Francisco.

Pursuant to the order of the U.S. District Court for the Northern District of California (<u>Sierra Flite Service Inc.</u>  $\underline{v \ PUC, et al.}, Civil No. 079-0840 SW, June 1, 1979), this$ Commission is permanently enjoined from regulating the rates,routes, or services of any air carrier having authority orholding an exemption under Title IV of the Federal AviationAct of 1958, as amended. The court has held that the soleauthority to regulate the intrastate operations of such airlineslies with the Civil Aeronautics Board. The order has beenappealed by this Commission.

Processing of this application has been withheld pending resolution of the jurisdictional issues. The facts under which the application was filed have changed and the record is stale.

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This application should be dismissed because the jurisdictional issue raised in the federal court proceeding may not be finally resolved for some time. If the jurisdictional issue is resolved in favor of California, the application herein may be refiled.

Therefore, IT IS ORDERED that this application is dismissed without prejudice.

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

Dated \_\_\_\_\_APR 2 1980\_\_\_\_, at San Francisco, California.

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Commissioner Claire T. Dedrick, being necessarily absent. did not participate in the disposition of this proceeding.