

Decision 98-06-053 June 18, 1998

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of Mohamad M. Dennawi doing business as Apollo Shuttle Service for authority to operate as a passenger stage corporation between points in San Francisco, Alameda and Contra Costa Counties and the San Francisco, Oakland and San Jose International Airports, and to establish a Zone of Rate Freedom.

ORIGINAL

Application 97-08-026
(Filed August 8, 1997)

O P I N I O N

Summary

Mohamad M. Dennawi (applicant), an individual, doing business as Apollo Shuttle Service, requests authority under Public Utilities (PU) Code § 1031 *et seq.* to establish and operate a passenger stage corporation to transport passengers and their baggage between points in the Counties of San Francisco, Alameda, and Contra Costa, on the one hand, and San Francisco International Airport (SFO), Oakland International Airport (OAK), and San Jose International Airport (SJC), on the other hand, and to establish a Zone of Rate Freedom (ZORF) pursuant to PU Code § 454.2.

Discussion

Applicant proposes to operate an on-call door-to-door passenger stage service 24 hours per day, 7 days per week between 116 service points, as shown in Exhibit C, attached to the application. The equipment for the proposed service will initially include a 1986 six-passenger Town Car, an eight-passenger van and a 1990 seven-passenger van. These vehicles are presently utilized in the applicant's charter-party operations, TCP-10193-P. Applicant indicates that additional equipment will be obtained as needed after the authority is granted to meet the public's requirements.

Exhibit E, attached to the application, is the unaudited and undated Balance Sheet that discloses: cash on hand in the amount of \$9,000; accounts receivable in the

amount of \$15,900; vehicles in the amount of \$31,000; furniture and equipment in the amount of \$10,000; tools and parts in the amount of \$1,000; personal property in the amount of \$1,000; and Investments in the amount of \$10,000; or total assets in the amount of \$77,900. There is no provision for depreciation or an explanatory note for Investments. Liabilities consist of accounts payable in the amount of \$10,400, resulting in a net worth of \$67,500.

Applicant conferred with the Commission's Rail Safety and Carriers Division (staff) and provided additional information intended to show that he will be financially able to augment his equipment to meet any increase in service demands. Applicant's proposed fares range between \$10 (San Francisco - SFO) and \$60 (Clayton - SJC). The proposed fares are reasonable.

Applicant also requests authority to establish a ZORF of \$8 above and below the fares as proposed in Exhibit C, attached to the application. The staff is of the opinion that the establishment of the ZORF of \$8 is fair and reasonable. The minimum one-way adult fare shall be not less than \$5.

Applicant will compete with other passenger stage corporations, taxi cabs, limousines, buses, and automobiles in his service area.

Notice of filing of the application appeared in the Commission's Daily Calendar on August 19, 1997. No protest has been received. The applicant notified the affected airports and cities. The staff recommends that the application be granted.

Findings of Fact

1. Applicant requests authority to operate an on-call passenger stage corporation between points in the Counties of San Francisco, Alameda, and Contra Costa, on the one hand, and SFO, OAK, and SJC, on the other hand.
2. Public convenience and necessity require the proposed service.
3. Applicant requests authority to establish a ZORF of \$8 above and below his proposed fares shown in Exhibit C, attached to the application. The minimum one-way adult fare shall not be less than \$5. The ZORF is fair and reasonable.

4. Applicant will compete with passenger stage corporations, taxi cabs, limousines, buses, and automobiles in his operations.
5. No protests to the application have been filed.
6. A public hearing is not necessary.
7. It can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment.

Conclusions of Law

1. The application should be granted.
2. Public convenience and necessity have been demonstrated and the application should be granted.
3. The request for the ZORF should be granted.
4. Before applicant changes any fares under the ZORF authorized below, applicant shall give this Commission at least ten days' notice.
5. The filing of ZORF fares should be shown in the tariff showing between each pair of service points the high and low ends of the ZORF and the then currently effective fare.
6. Since the matter is uncontested, the decision should be effective on the date it is signed.
7. Only the amount paid to the State for operative rights may be used in rate fixing. The state may grant any number of rights and may cancel or modify the monopoly feature of these rights at any time.

O R D E R

IT IS ORDERED that:

1. A certificate of public convenience and necessity is granted to Mohamad M. Dennawi (applicant), an individual, authorizing him to operate as a passenger stage corporation, as defined in Public Utilities (PU) Code § 226, to transport persons and their baggage, between the points and over the route set forth in Appendix PSC-10193 subject to the conditions contained in the following paragraphs.

2. Applicant shall:

- a. File a written acceptance of this certificate within 30 days after this order is effective.
- b. Establish the authorized service and file tariffs and timetables within 120 days after this order is effective.
- c. State in the tariffs and timetables when service will start; allow at least ten days' notice to the Commission; and make timetables and tariffs effective ten or more days after this order is effective.
- d. Comply with General Orders Series 101, 104, and 158, and the California Highway Patrol (CHP) safety rules.
- e. Comply with the controlled substance and alcohol testing certification program pursuant to PU Code § 1032.1 and General Order Series 158.
- f. Maintain accounting records in conformity with the Uniform System of Accounts.
- g. Remit to the Commission the Transportation Reimbursement Fee required by PU Code § 403 when notified by mail to do so.
- h. Comply with PU Code §§ 460.7 and 1043, relating to the Workers' Compensation laws of this state.
- i. Enroll all drivers in the pull notice system as required by Section 1808.1 of the Vehicle Code.

3. Applicant is authorized under PU Code § 454.2 to establish a Zone of Rate Freedom (ZORF) of \$8 above and below his proposed fares, as shown in Exhibit C, attached to the application. The minimum one-way adult fare shall not be less than \$5.

4. Applicant shall file a ZORF tariff in accordance with the application on not less than ten days' notice to the Commission and to the public and subject to Commission approval. The ZORF shall expire unless exercised within 120 days after the effective date of this order.

5. Applicant may make changes within the ZORF by filing amended tariffs on not less than ten days' notice to the Commission and to the public. The tariff shall include between each pair of service points the authorized maximum and minimum fares and the fare to be charged.

6. In addition to posting and filing tariffs, applicant shall post notices explaining fare changes in its terminals and passenger-carrying vehicles. Such notices shall be posted at least five days before the effective date of the fare changes and shall remain posted for at least 30 days.

7. Before beginning service to any airport, applicant shall notify the airport's governing body. Applicant shall not operate into or on airport property unless such operations are also authorized by the airport's governing body.

8. Applicant is authorized to begin operations on the date that the Rail Safety and Carriers Division mails a notice to applicant that his evidence of insurance and other documents required by Ordering Paragraph 2 have been filed with the Commission and that the CHP has approved the use of applicant's vehicles for service.

9. The certificate of public convenience and necessity to operate as a passenger stage corporation (PSC-10193), granted herein, expires, unless exercised within 120 days after the effective date of this order.

10. The Application is granted as set forth above.

11. This proceeding is closed.

This order is effective today.

Dated June 18, 1998, at San Francisco, California.

RICHARD A. BILAS
President
P. GREGORY CONLON
JESSIE J. KNIGHT, JR.
HENRY M. DUQUE
JOSIAH L. NEEPER
Commissioners

T/MM

Appendix PSC-10193

Mohamad M. Dennawi
(an individual)

Original Title Page

CERTIFICATE
OF
PUBLIC CONVENIENCE AND NECESSITY
AS A PASSENGER STAGE CORPORATION
PSC-10193

Showing passenger stage operative rights, restrictions, limitations, exceptions, and
privileges.

All changes and amendments as authorized by
the Public Utilities Commission of the State of California
will be made as revised pages or added original pages.

Issued under authority of Decision 98-06-053, dated June 18, 1998, of the
Public Utilities Commission of the State of California in Application 97-08-026.

T/MM

Appendix PSC-10193

Mohamad M. Dennawi
(an individual)

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Issued by California Public Utilities Commission.

Decision 98-06-053, Application 97-08-026.

**SECTION I. GENERAL AUTHORIZATIONS, RESTRICTIONS, LIMITATIONS,
AND SPECIFICATIONS.**

Mohamad M. Dennawi, an individual, by the certificate of public convenience and necessity granted by the decision noted in the foot of the margin, is authorized to transport passengers and their baggage on an "on-call" basis, between points and places as described in Section IIA, and the airports described in Section IIB, over and along the route described in Section III, subject, however, to the authority of this Commission to change or modify this authority at any time and subject to the following provisions:

- a. When route description is given in one direction, they apply to operation in either direction unless otherwise indicated.
- b. The term "on-call", as used, refers to service which is authorized to be rendered dependent on the demands of passengers. The tariffs and timetables shall show the conditions under which each authorized on-call service will be rendered.
- c. No passengers shall be transported except those having a point of origin or destination as described in Section IIB.
- d. This certificate does not authorize the holder to conduct any operation on the property of or into any airport unless such operation is authorized by the airport authority involved.

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Appendix PSC-10193

Mohamad M. Dennawi
(an individual)

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SECTION II. SERVICE AREA.

- A. Within the geographical limits of the Counties of Contra Costa, Alameda, and San Francisco.

- B. San Francisco International Airport.
Oakland International Airport.
San Jose International Airport.

SECTION III. ROUTE DESCRIPTION.

Commencing from any point as described in Section IIA, then over the most convenient streets, expressways, and highways to any of the airports described in Section IIB.

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