Staté of California

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Public Utilitiés Cómmission San Francisco

MBMÓRANDUM

Date : January 22, 1991

To : The Commission (Meeting of January 25, 1991) From : (Dim Diani, Principal Tariff and License Branch

Subject : CA-2

RESOLUTION NO. OCR-1016 ORDER CANCELING COMMON CARRIER TARIFFS, COMMON CARRIER CONTRACTS AND SPECIAL CONTRACTS WHICH HAVE BEEN TEMPORARILY SUSPENDED FOR VIOLATION OF D.90-02-021.

OCR 1 <u>Donco Carriers</u> Carrier failed to show evidence of the substantial shipper obligation in Contract No. T-144,671-2 required for a special contract.

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Resolution No. OCR-1016 Transportation Division January 25, 1991

RESOLUTION

RESOLUTION NO. OCR-1016 ORDER CANCELLING COMMON CARRIER TARIFFS, COMMON CARRIER CONTRACTS, AND SPECIAL CONTRACTS WHICH HAVE BEEN TEMPORARILY SUSPENDED FOR VIOLATION OF D.90-02-021

The special contract listed below violates Commission Decision (D.) 90-02-021 and has been suspended. This rate filing has not been amended or corrected and will go into effect at the end of the suspension period, unless the Commission orders this rate filing to be cancelled.

> Rate Cancelling Order

Rate Filing By:

OCR No. 1

Donco Carriers T-144,671 Special Contract T-144,671-2

Findings of Fact

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- 1. The rate filing listed above violates D.90-02-021.
- 2. The above rate filing was suspended and will go into effect at the end of the suspension period, unless the Commission orders this rate filing cancelled.
- 3. This Commission meeting is the last meeting of the Commission scheduled before the above rate filing will go into effect.
- 4. A public hearing is not necessary.

Resolution No. OCR-1016 January 25, 1991

Conclusion of Law

This filing should be cancelled.

IT IS ORDERED that:

- The above rate filing is cancelled as specified in the order cancelling rate attached.
- 2. The Executive Director shall serve a copy of this Resolution on the carrier listed above.

I hereby certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on January 25, 1991. The following Commissioners approved it:

PATRICIA M. ECKERT President G. MITCHELL WILK JOHN B. OHANIAN Commissioners

VNEAL J. SHULMAN Executive Director

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Order No. <u>OCR 1</u>

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Special Contract T-144,671-2) Donco Carriers) 4720 S W 20th) Oklahoma City, OK 73128) 'Order Cancelling Rate

(Filing Numbered Same as Order Number Above)

In conformity with the findings and order made by the Commission in a resolution entered this day, Special Contract T-144,671-2 is ordered canceled and will not go into effect February 10, 1991.

Special contracts must include evidence of substantial shipper obligation in the contract. To meet this requirement the contract must either provide for the carrier to earn a minimum of \$1,000 per month for delivered transportation services, or the contract must call for substantial shipper obligations not normally provided under common carrier tariff rates by any carrier. Many carriers have accomplished this by writing the contract in a way that makes the \$1,000 a month minimum easily calculated by multiplying the rate by the projected tonnage. Donco Carriers filed special contract number T-144-671-2 with Mrs. Smith's Frozen Foods Co., which appeared on the Commission's Transportation Calendar January 9, 1991. The contract was suspended on January 11, 1991 for 30 days because it did not include evidence of the substantial shipper obligation required by Rule 6.14 of General Order 147-B. In addition, the contract lacks an amendment provision as required by Rule 6.14 of General Order 147-B, and doesn't specify that it is regulated by the requirements of the California Public Utilities Commission Transportation Division, General Order 147-B.

This order issued January 25, 1991 , by the Public Utilities Commission of the State of California by the adoption of the Resolution No. OCR-1016 of which this order is a part.

Executive Director of the Public Utilities Commission