1. <u>REPORT DATE</u> : August 9, 2005 2. <u>BUREAU AGENDA NO.</u>	17
AUG-2005-TSM-0238*	
3. <u>BUREAU</u> : Transportation & Safety	
4. <u>SECTION(S)</u> : MCS&E 5. <u>PUBLIC MEETING DATE</u> :	
6. <u>APPROVED BY</u> : Director: Hoffman: 3-3846 Mgr/Spvr: Minder: 7-1168 Legal Review:	
7. PERSONS IN CHARGE: Rudy 3-51799. EFFECTIVE DATE OF FILIN August 29, 2005	<u>G:</u>
8. <u>DOCKET NO</u> .: A-00106172	
R-00050854	

10. (a) CAPTION (abbreviate if more than 4 lines)
(b) Short summary of history & facts, documents & briefs
(c) Recommendation

(a) THOMAS X. LIEBTAG, T/A LEE'S MOVING & STORAGE INCREASE IN RATES

- (b) Thomas X. Liebtag, t/a Lee's Moving & Storage (Carrier), furnishes household goods in use services between points in the city and county of Philadelphia, as thoroughly described in their official tariff. Carrier has filed Tariff Freight-Pa. P.U.C. No. 12 on March 24, 2005. The carrier proposes a total increase in revenues of \$39,325 to cover increased operating expenses. Carrier proposes to increase its hourly 3 men and vehicle normal complement charge by 9.4% in order to generate this revenue increase. Carrier currently charges \$96 per hour and proposes an increase to \$105 per hour (9.4%). The current hourly rates have been in effect since June 17, 2002.
- (c) The Bureau recommends that Tariff Freight Pa. PUC No. 12 be approved to become effective on August 29, 2005.

DOCUMENT FOLDER

 11. MOTION BY: Commissioner Chm. Holland
 Commissioner

 SECONDED: Commissioner Cawley
 Commissioner

Commissioner Shane - Yes Commissioner Pizzingrilli - Yes Commissioner Fitzpatrick - Yes

CONTENT OF MOTION: Staff recommendation adopted.





COMMONWEALTH OF PENNSYLVANIA PENNSYLVANIA PUBLIC UTILITY COMMISSION P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE REFER TO OUR FILE

August 25, 2005

A-00106172 R-00050854

THOMAS X LIEBTAG T/A LEE'S MOVING AND STORAGE 1154 JERICHO RD ABINGTON PA 19001

DOCUMENT FOLDER

Pennsylvania Public Utility Commission v. Thomas X. Liebtag, t/a Lee's Moving and Storage

To Whom It May Concern:

This is to advise you that the Commission in Public Meeting on August 25, 2005 has adopted an Order in the above entitled proceeding.

An Order has been enclosed for your records.

Very truly yours,

Lulty

James J. McNulty Secretary

rpb encls cert. mail



PENNSYLVANIA PUBLIC UTILITY COMMISSION Harrisburg, Pennsylvania 17105-3265

Public Meeting held August 25, 2005

Commissioners Present:

1

Wendell F. Holland, Chairman James H. Cawley, Vice Chairman Bill Shane Kim Pizzingrilli Terrance J. Fitzpatrick



Pennsylvania Public Utility Commission v. Thomas X. Liebtag, t/a Lee's Moving and Storage

A-00106172 R-00050854

ORDER

BY THE COMMISSION:

Thomas X. Liebtag, t/a Lee's Moving and Storage has filed Tariff Freight-Pa. PUC No. 12 on March 24, 2005 and proposes a total increase in revenues of \$39,325 to cover increased operating expenses. Thomas X. Liebtag, t/a Lee's Moving and Storage transports household goods and other personal property, in use, between points in the city and county of Philadelphia further explained in its tariff at Tariff Freight-Pa. P.U.C. No. 12.

Carrier proposes to increase its hourly 3 men and vehicle normal complement charge by 9.4%. Carrier currently charges \$96.00 per hour and proposes an increase to \$105.00 per hour.

Carrier's total household goods intrastate revenue is \$499,634, interstate revenue is \$160,000 and total revenue is \$659,634 (the revenue effected by this hourly proposal is \$333,242).

Carrier requests that the revised tariff becomes effective May 23, 2005. The current rates have been in effect since June 17, 2002.

Carrier submitted detailed financial records and other supporting data in support of its request. Carrier has calculated that the increase will produce additional PUC revenues of 31,325 (hourly charges $333,242 \times 9.4\% = 31,325$).



INCOME AND EXPENSE STATEMENT JANUARY 1, 2004 TO DECEMBER 31, 2004 CARRIER PROJECTED TOTALS

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Operating Revenue:	<u>Actual</u>	<u>Adjustments</u>	Projection With <u>Adjustments</u>
Interstate Intrastate	160,000 499,634	8,000 31,325	168,000 530,959
Total Revenues:	659,634	39,325	698,959
Operating Expenses:			
Maintenance	41,321		41,321
Transportation	187,047		187,047
Terminal			
Traffic	3,848		3,848
Insurance	77,705	7,051	84,756
Administration	252,243		252,243
Taxes& Licenses	55,156		55,156
Depreciation	32,988		32,988
Total Expenses:	650,308	7,051	32,988
<u>Net Income:</u>	9,326	32,274	41,600
Operating Ratio:	98.6%		94.1%

<u>COMPANY CLAIMED ADJUSTMENTS TO OPERATING EXPENSES</u>

<u>Insurance expense</u> – will increase by \$7,051 due to higher premiums for workmen's compensation increase and public liability and property damage insurance increase. The increase is supported by invoices and statements from the respective insurance companies.

<u>ANALYSIS</u>

Carrier proposes a \$39,325 increase in revenue to offset increased insurance expenses of \$7,051 and to increase profits by \$32,274. Intrastate revenues are projected to increase by \$31,325 as a result of the proposed rates.

In order to generate this revenue increase, Carrier proposes to increase its 3 men and vehicle normal complement charge of \$96.00 per hour to \$105.00 per hour. We conclude that the data compiled and submitted by the carrier supports this increase. The requested rate revenue will yield a 94.1 % operating ratio.

Staff review of the Commission records reveals that:

<u>Schloer Enterprises, Inc.</u> – 1st Revised Page 91-B to Tariff Freight-Pa. P.U.C. No. 54, effective September 16, 2002, is charging \$104 per hour. Schloer Enterprises, Inc. provides service originating in Philadelphia County. Schloer Enterprises, Inc. currently has a rate increase request pending.

<u>F. Ambrose Moving, Inc</u>. – Supplement #5 to Tariff Freight-Pa. P.U.C. No. 3, effective August 9, 2004, is charging \$110 per hour. F. Ambrose Moving, Inc. provides service originating in Philadelphia County.

CONCLUSION

We have determined that the above financial justification supports the proposed increase in intrastate revenues of \$31,325. This operating ratio appears sufficient to generate a profitable margin necessary to provide safe, dependable and continuous service to the public: **THEREFORE**,

IT IS ORDERED:

1. That Tariff Freight Pa. PUC No. 12 be approved to become effective August 29, 2005.

2. That a copy of this order be served upon the carrier.

BY THE COMMISSION James A. McNultv Secretary

(SEAL)

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ORDER ADOPTED: August 25, 2005

ORDER ENTERED: AUG 2 5 2005

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2. Article Number	COMPLETE THIS SECTION ON DELIVERY
7160 3901 9843 0062 8441	D. Is delivery address different from item 1 Yes
3. Service Type CERTIFIED MAIL / 6	
4. Restricted Delivery? (Extra Fee) Yes 1. Article Addressed to: Contemportation	
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A-1438 EAST-ned A-10106172 it al	5599M1+ (2.07
PS Form 3811, February 2003	Domestic Return Receipt

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