June 26, 1987

IN REPLY PLEASE REFER TO OUR FILE

William J. Lavelle Attorney at Law 2310 Grant Building Pittsburgh, PA 15219

A-00102471, F. 1, Am-T - Application of Pitt-Ohio Express, Inc.

Dear Sir:

-

The application of Pitt-Ohio Express, Inc. has been captioned as attached and will be submitted for review provided no protests are filed on or before July 20, 1987. If protests are filed, you will be advised as to further procedure.

You are further advised that the above application will be published in the Pennsylvania Bulletin of June 27, 1987.

Very truly yours,

David Ehrhart Supervisor - Application Section Bureau of Transportation

DE:RP:rs

cc: Applicant 26 and A.V.R.R. Pittsburgh, PA 15222

AI	DOC	KETED	7
	JUL	1 1987	
ENTR	Y No		



<u>A-00102471, F. 1, Am-T</u> PITT-OHIO EXPRESS, INC. (26th and A.V.R.R., Pittsburgh, Allegheny County, PA 15222), a corporation of the Commonwealth of Pennsylvania, inter alia - property (except commodities in bulk, and household goods and office furniture in use) for Midland-Ross Corporation, from points in the county of Allegheny to points in the counties of Indiana, Clearfield, Cambria, Blair, Huntingdon, Somerset and Bedford, and vice versa: <u>SO AS TO PERMIT</u> the transportation of property (except commodities in bulk and household goods and office furniture in use), for Glidden Coatings & Resins, Division of SCM Corporation, from its facilities located in the city of Reading, Berks County, to points in Pennsylvania, and vice versa. Attorney: William J. Lavelle, 2310 Grant Building, Pittsburgh, PA 15219.

#### PENNSYLVANIA PUBLIC UTILITY COMMISSION

#### SERVICE OF NOTICE OF MOTOR CARRIER APPLICATIONS

DATE	 SERVICE

BUREAU OF TRANSPORTATION COMMON CARRIER JUNE 1987

> A-00102471 F. 1 Am-T

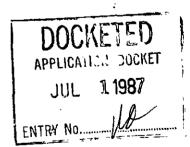
JUN 2 7 1987

Application of Pitt-Ohio Express, Inc., a corporation of the Commonwealth of Pennsylvania, for amendment to its common carrier certificate, which grants the right, inter alia, to transport, by motor vehicle, property (except commodities in bulk, and household goods and office furniture in use) for Midland-Ross Corporation, from points in the county of Allegheny to points in the counties of Indiana, Clearfield, Cambria, Blair, Huntingdon, Somerset and Bedford, and vice versa: <u>SO AS TO PERMIT</u> the transportation of property (except commodities in bulk and household goods and office furniture in use), for Glidden Coatings & Resins, Division of SCM Corporation, from its facilities located in the city of Reading, Berks County, to points in Pennsylvania, and vice versa.

MW:11 6/17/87

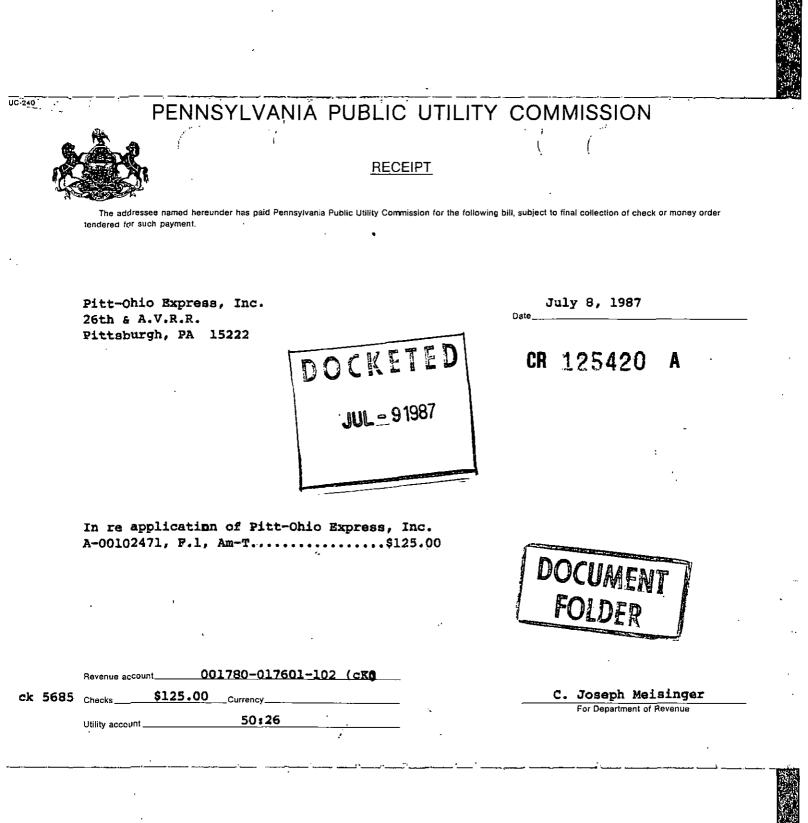
Application received: 6/5/87 Application docketed: 6/16/87





JUL 20 1987

Protests due on No Hearings Protests due on Hearings - (5 days prior to date of hearing) Notice of the above application was mailed to all certificate holders and railroad companies in the service area as noted above.





CC. MONWEALTH OF PENNSYLVANIA PENNSYLVANIA PUBLIC UTILITY COMMISSION P. D. BOX 3265, HARRISBURG, Pa. 17120

July 27, 1987

IN REPLY PLEASE REFER TO OUR FILE

• William J. Lavelle Attorney at Law 2310 Grant Building Pittsburgh, Pa. 15219

'In re: A-00102471, F.1, Am-T; Application of Pitt-Ohio Express, Inc.

Dear Mr. Lavelle:

The above referenced application has been assigned for review without an oral hearing. In order to reach a determination on the application, you are being requested to file verified statements in accordance with 52 Pa. Code \$3.381(e)(1). You will be required to file:

> A. VERIFIED STATEMENT OF APPLICANT B. VERIFIED STATEMENTS IN SUPPORT OF APPLICATION

The verified statements should be in paragraph form. Each heading contained in the attached minimum outline should be a separate section or paragraph.

You are being granted an initial thirty (30) days to file verified statements. They will be due on or before August 26, 1987.

If additional time is required, it may be requested by telephone but should be followed in writing with the reasons for the extension stated.

Questions about your application should be directed to William P. Hoshour 717-787-5513.

Very truly yours, Peter S. Marzolf, Supervi By For William P. Hoshour Technical Review Section Bureau of Transportation CATION DOCKET AUG 1 1 1987 DOCUMEN MA ENTRY NO.





LAW OFFICES

### Vuono, Lavelle & Gray

JOHN A. VUONO WILLIAM J. LAVELLE WILLIAM A. GRAY MARK T. VUONO RICHARD R. WILSON DENNIS J. KUSTURISS

Re:

2310 GRANT BUILDING PITTSBURGH, PA. 15219

August 25, 1987

(412) 471-1800



Mr. William P. Hoshour Technical Review Section Pennsylvania Public Utility Commission P.O. Box 3265 Harrisburg, PA 17120

Docket No. A-00102471, F. 1, Am-T

Pitt-Ohio Express, Inc.

Our File 2691-33

Dear Mr. Hoshour:

This will confirm my telephone conversation with your office on August 25 concerning the extension of time for filing verified statements in the above proceeding from August 26 to September 10, 1987. I have received the applicant's signed statement and the shipper's statement has been sent for signature, but I have not yet received it back. I should have it within several days and we will file the statements as soon as possible.

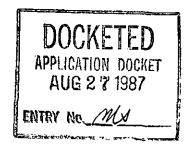
Sincerely yours,

VUONO, LAVELLE &, GRAY

William J. Lavelle

pz







COMMONWEALTH OF PENNSYLVANA PENNSOVANIA PUBLIC UTILITY COMMOSION P. O. BOX 3265, HARRISBURG, Pa. 17120

August 28, 1987

IN REPLY PLEASE REFER TO OUR FILE

William J. Lavelle Attorney at Law 2310 Grant Building Pittsburgh, PA 15219

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In re: A-00102471, F. 1, Am-T - Application of Pitt-Ohio Express, Inc.

Dear Mr. Lavelle:

In accordance with your request of August 25, 1987 for an extension of time to file verified statements, we are granting an additional fifteen days for filing of statements.

Please be advised that verified statements are now due on September 10, 1987. If said statements are not filed with this office by that date we shall assume that you do not desire to pursue this matter and shall recommend to the Commission that the application be dismissed for lack of prosecution.

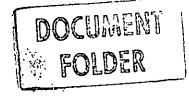
If you have any questions, please do not hesitate to contact us.

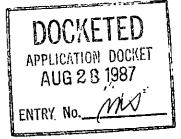
Very truly yours,

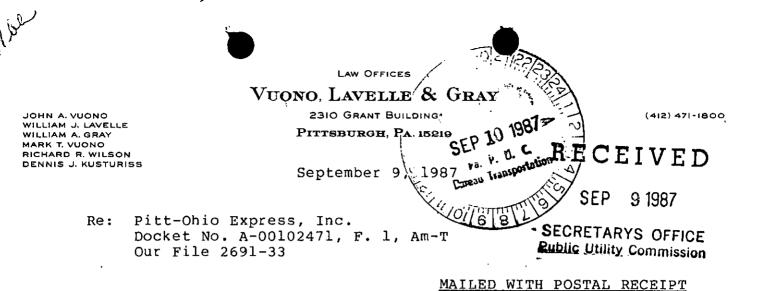
By William P. Hoshour For Peter S. Marzolf, Supervisor Technical Review Section Bureau of Transportation

CERTIFIED MAIL

RETURN RECEIPT REQUESTED







Mr. Jerry Rich, Secretary Pennsylvania Public Utility Commission North Office Building P. O. Box 3265 Harrisburg, PA 17120

Dear Mr. Rich:

We enclose for filing with the Commission the signed original and two copies of Applicant's Verified Statement in the above captioned case.

Please acknowledge receipt and filing of the enclosed on the duplicate copy of this letter of transmittal and return it to the undersigned in the stamped, self-addressed envelope provided for that purpose.

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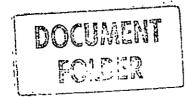
Sincerely yours,

VUONO, LAVELLE & GRAY

William J. Kaverle

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pz Enclosures cc: Pitt-Ohio Express, Inc.



RECEIVED SEP 21987 BEFORE THE Pennsylvania Public Utility Commission SECRETARYS OFFICE Bublic Utimy Commission SECRETARYS OFFICE Bublic Utimy Commission SEP 10 1987 ..... SEP 10 1987 ..... SEP 10 1987

APPLICANT'S VERIFIED STATEMENTS

WILLIAM J. LAVELLE, ESQ. Attorney for Applicant



Before the PENNSYLVANIA PUBLIC UTILITY COMMISSION

DOCKET NO. A-00102471, F. 1, Am-T

PITT-OHIO EXPRESS, INC.

APPLICANT'S VERIFIED STATEMENTS

#### I. STATEMENT OF THE CASE

By application published in the <u>Pennsylvania Bulletin</u> on May 2, 1987, Pitt-Ohio Express, Inc. (Applicant or Pitt-Ohio) seeks motor common carrier authority as follows:

To transport, as a Class D carrier, property (except commodities in bulk and household goods and office furniture in use), for Glidden Coatings & Resins, Division of SCM Corporation, from its facilities located in the City of Reading, Berks County, to points in Pennsylvania, and vice versa.

The application is unopposed. Applicant now submits its verified statements in support of the application and requests that it be granted in its entirety.

9

#### II. VERIFIED STATEMENT OF ROBERT F. HAMMEL ON BEHALF OF APPLICANT

#### 1. Legal Name and Domicile of Carrier.

9

The applicant, Pitt-Ohio Express, Inc., is a Pennsylvania corporation. Its principal place of business is located at 26th and A.V.R.R., Pittsburgh, PA 15222.

#### 2. Identity and Qualifications of Witness.

My name is Robert F. Hammel. I am the Secretary of Pitt-Ohio Express, Inc. My business address is the same as that of the company.

I have held this position with the Applicant since it was incorporated approximately seven years ago. I am actively involved in the day-to-day operations of the Applicant and I am completely familiar with its overall operations, facilities, equipment and authority. I have been authorized to present this statement to the Commission in support of the company's application at Docket No. A. 102471, F. 1, Am-T.

#### 3. Authority Sought.

By this application, Pitt-Ohio seeks common carrier authority as follows:

To transport, as a Class D carrier, property (except commodities in bulk and household goods and office furniture in use), for Glidden Coatings & Resins, Division of SCM Corporation, from its facilities located in the City of Reading, Berks County, to points in Pennsylvania, and vice versa.

The application has not been amended.

#### 4. General Scope of Current Authorized Operations.

- 4

Pitt-Ohio is currently authorized by this Commission to conduct operations in Pennsylvania as a motor common carrier under authority at Docket No. A. 102471 and various amendments thereto. There is attached hereto as Appendix 1 a summary of the permanent operating authority presently held by the Applicant.

At Folder 1, Am-J, Pitt-Ohio was granted temporary authority to operate under the authority of Hammel's Express, Inc. at Docket No. A-88995, F. 2, Am-F pending final action by the Commission on the related transfer application.

Under that temporary authority, the Applicant is able to transport, as here pertinent, property from points in that part of Pennsylvania on and west of U.S. Highway Route 219 (except points in Allegheny County) to points in that part of Pennsylvania on and east of U.S. Highway Route 15, and vice versa. The shipper's facilities are located in Berks County which is east of U.S. Highway 15. Even after the transfer application is approved, Pitt-Ohio will not be able to provide service for the shipper from Berks County to points in Allegheny County, or to any point east of U.S. Highway 219, or vice versa.

In addition, Applicant is authorized by the Interstate Commerce Commission to transport general commodities (except Classes A and B explosives, household goods as defined by the Commission and commodities in bulk), between points in 18 eastern states and the District of Columbia at Docket No.

-3-

MC-30136 (Sub-No. 2). The authority extends from Massachusetts in the northeast to Wisconsin and Missouri in the west, and as far south as North Carolina. Under this authority Applicant is authorized to provide service between all points in Pennsylvania on an interstate basis.

Approval of this application will not result in any duplicating authority except to the extent of service from Reading to points in Pennsylvania on and west of U.S. Highway 219 (except Allegheny County), and vice versa. Applicant has no objection to a restriction in any grant of authority which would prohibit the severance of any duplicating authority. It requests that no reduction in the territory be made to compensate for the possible duplicating authority since it will be more easily understood by the supporting shipper and other interested parties if the authority to serve the supporting shipper is self-contained in a single grant.

Approval of the application will not result in any dual operations since Pitt-Ohio does not hold any contract carrier authority from the Commission.

#### 5. Pertinent Terminal Facilities and Communications Network.

Applicant's main office is located at 26th and A.V.R.R., Pittsburgh, PA. At this location it has in addition to its office a 26 door general freight terminal. There is also a large parking area for vehicles.

-4-

This terminal is used as a break-bulk facility for linehaul traffic and as the hub for pickup and delivery operations in western Pennsylvania, northern West Virginia and eastern Ohio. About 55 vehicles are presently assigned to the Pittsburgh terminal which is also the location of the company's central dispatch system.

Applicant's terminals are connected by a direct telephone line. A toll-free telephone number is provided to customers. Pitt-Ohio maintains contact with its 75 drivers by having them check in periodically each day to obtain instructions for new pickup orders, changes in itineraries, and other pertinent information. This pertains both to drivers assigned to pickup and delivery runs in a local area as well as line-haul drivers. Applicant's operations insofar as volume or truckload shipments are concerned is set up on a direct dispatch system in order to facilitate the providing of equipment and service to customers. After delivery of a large shipment drivers are instructed to call the main office for instructions concerning the pickup of other loads in the immediate vicinity if prior arrangements have not already been made.

#### 6. Pertinent Equipment.

There is attached to my statement as Appendix 2 a current list of the equipment operated by Pitt-Ohio which it either owns or leases from Martera, Inc., an equipment leasing company which is owned by other members of my immediate family. The first

-5-

five pages of Appendix 2 show the equipment owned by the company. The last five pages of Appendix 2 show the equipment which is leased from Martera.

Pitt-Ohio owns 52 tractors, 20 trailers and 44 straight trucks which are 20 feet in length. All of the trailers are closed vans. There are two 25-foot pup trailers (300 series), eight 48-foot vans (400 series), and ten 45-foot vans (600 series).

Pitt-Ohio leases from Martera 2 tractors, 90 closed van trailers all of which are either 42 or 45 feet in length, and 18 straight trucks which are either 20 or 21 feet in length.

#### 7. Applicant's Affiliation With Other Carriers.

Certain shareholders, officers and directors of Applicant have interests in the affairs of Hammel's Express, Inc. (Hammel's).

#### A. Pitt-Ohio Express, Inc.

I and my two brothers, Charles L. Hammel, III and Kenneth W. Hammel, each own one-third of the stock of Pitt-Ohio. Charles L. Hammel, III is the President of the Applicant and a Director. Kenneth W. Hammel is Vice President of the Applicant and a Director. I am the Secretary-Treasurer and a Director. No other person has any ownership interest in or is an officer or director of Pitt-Ohio.

#### B. Hammel's Express, Inc.

I and my two brothers each own 19.3% of the issued and outstanding stock of Hammel's which is a motor common carrier

-6-

that holds authority from this Commission at Docket No. A-00088995. Each of us are directors of Hammel's. Each of us are also Vice Presidents of Hammel's and I am the Secretary. The remaining stock of Hammel's is owned by my father, who also serves as the President-Treasurer and a director of Hammel's.

The affiliation between Applicant and Hammel's is therefore based on the fact that I and my two brothers, who are the sole shareholders, officers and directors of the Applicant, also hold minority stock interests in Hammel's, serve on its Board of Directors, and are officers of the company.

#### 8. Safety Program.

Applicant maintains a complete safety program which is conducted in compliance with the safety regulations of the Pennsylvania Department of Transportation, the Federal Department of Transportation, the Pennsylvania Public Utility Commission and the Interstate Commerce Commission. Under this program all drivers are investigated and thoroughly examined prior to employ-Before a driver is allowed to take charge of the road ment. equipment, he must successfully demonstrate his ability to operate safely such equipment. During the time of his employment he is periodically given safety instructions that require him to meet certain high standards of operation. The program also includes safety meetings at which films are shown and discussions conducted concerning the safe operation of equipment. Safety awards are given for accident-free driving as an incentive to safe driving.

-7-

Pitt-Ohio has implemented a preventive maintenance program which requires the checking and servicing of equipment on a regular basis. At the end of each day each driver turns in an equipment report describing any defects which are repaired during the evening. No truck is dispatched until the defect has been fully corrected. Every outbound trailer is checked by mechanics prior to departure for tires, lights, brakes, etc.

Each vehicle is given a routine service check every 12,000 miles to insure that it is safe to operate and to avoid possible breakdowns while on the road. The company operates its own maintenance facility in Pittsburgh and employs five mechanics.

#### 9. Financial Data.

There is attached to my statement as Appendix 3 the comparative financial statements of Pitt-Ohio for the twelve months ended December 31, 1986 and December 31, 1985. The balance sheet portion of the financial statement shows that the total shareholders' equity increased during this twelve-month period by \$634,072.00. The total current assets exceed total current liabilities by almost \$330,000.00. The company is able to meet all of its obligations as they come due.

The income statement portion of the financial statement shows that the company's revenues increased by \$4,200,000.00 on a year-to-year basis. On a gross revenue of \$13,604,865, the company had a net income after provision for federal and state income taxes of \$642,750.00. It is apparent that the financial

-8-

condition of the company is steadily increasing at a rapid rate and it had retained earnings at the end of 1986 in excess of \$2,070,000.00. Pitt-Ohio is financially able to provide the proposed additional service for Glidden without any difficulty.

# 10. Type of Service Currently Provided to the Supporting Shipper.

Pitt-Ohio is currently handling traffic for the account of Glidden Coatings & Resins from its facilities in Reading to points in Pennsylvania as well as points beyond the state of Pennsylvania. During the month of June, 1987, it transported a total of 15 interstate shipments which weighed a total of 83,184 pounds. Also during June, 1987, it transported 36 shipments weighing a total of 55,069 pounds from Reading to points in Pennsylvania under the temporary authority referred to previously. Applicant is therefore a definite competitive factor at the present time in connection with the shipper's traffic at Reading.

#### 11. Type of Service to be Offered.

As a motor carrier of general property, Pitt-Ohio offers a full range of services. It handles all sizes of shipments from the smallest LTL to full truckloads although it does specialize in the transportation of less-than-truckload shipments. About 95% of the shipments handled weigh less than 10,000 pounds, and 60% weigh less than 1,000 pounds.

-9-

Service is generally available on a five day per week basis during normal business hours. However, a shipper can arrange for service at other times such as in the evening, weekends and holidays, by contacting the company's central dispatch office in Pittsburgh or the company's local representative in the Berks County area.

Less-than-truckload shipments are transported in the usual fashion to the destination. Pitt-Ohio handles both truckload and less-than-truckload shipments of the supporting shipper, regardless of size. Pitt-Ohio will spot equipment at the facilities used by Glidden in Reading and other locations in Pennsylvania. Once the trailers have been loaded and Pitt-Ohio notified, it will immediately dispatch a road tractor to pick up the loaded trailer and move it to destination. It is anticipated that shipments will be delivered on either an overnight or second day basis to any point in Pennsylvania.

APPENDIX 1



#### PITT-OHIO EXPRESS, INC. OPERATING AUTHORITY DOCKET NO. A-102471

#### LEAD CERTIFICATE

To transport, as a Class D carrier, such commodities as are dealt in by retail shoe stores, from the distribution facility of Kinney Service Corp., in the township of Hampden, Cumberland County, to points in the counties of Allegheny, Beaver, Butler, Lawrence, Armstrong, Westmoreland, Fayette and Washington.

#### FOLDER 1, AM-A

To transport, as a Class D carrier, property, from the facilities of USCO Distribution Services, Inc., located in the borough of McKees Rocks, Allegheny County, to points in Pennsylvania, and vice versa;

subject to the following conditions:

- 1. That no right, power or privilege is granted to transport commodities in bulk.
- 2. That no right, power or privilege is granted to transport household goods in use.

FOLDER 1, AM-B

To transport, as a Class D carrier, property between points in the counties of Allegheny, Armstrong, Beaver, Butler, Clarion, Crawford, Erie, Fayette, Greene, Indiana, Lawrence, Mercer, Venango, Washington and Westmoreland;

subject to the following conditions:

- 1. That no right, power or privilege is granted to transport commodities in bulk.
- 2. That no right, power or privilege is granted to transport household goods and office furniture in use.
- 3. That no right, power or privilege is granted to transport commodities which because of their size or weight require special handling or the use of special equipment.
- 4. That no right, power or privilege is granted to transport iron and steel and iron and steel articles and refractories in single shipments weighing more than 24,000 pounds.

- 5. That no right, power or privilege is granted to transport iron and steel and iron and steel articles and refractories in single shipments weighing more than 10,000 pounds to, from or between points in Beaver County.
- That no right, power or privilege is granted to transport money, bullion, securities and other valuables, including checks in process and proof work.
- 7. That no right, power or privilege is granted to provide service from points in Allegheny County to points in the counties of Armstrong, Butler, Clarion, Greene and Indiana and vice versa.

FOLDER 1, AM-C

1

To transport, as a Class D carrier, property for H. J. Heinz Company, U.S.A., between points in Pennsylvania;

subject to the following condition:

That no right, power or privilege is granted to transport commodities in bulk.

FOLDER 1, AM-D

To transport, as a Class D carrier, property, for Union Carbide Corporation, from the Pennsylvania terminal facilities of Pitt-Ohio Express, Inc., to points in Pennsylvania, and vice versa;

subject to the following conditions:

- 1. The above transportation is limited to shipments having a prior or subsequent movement in private carriage.
- 2. That no right, power or privilege is granted to transport property in bulk.
- 3. That no right, power or privilege is granted to transport household goods.

FOLDER 1, AM-F

To transport, as a Class D carrier, property, except commodities in bulk and household goods and office furniture in use, for G. C. Murphy Company between points in Pennsylvania.

#### FOLDER 1, AM-H

To transport, as a Class D carrier, property for Sherwin-Davis, Inc., from its facilities in the county of Allegheny, to points in Pennsylvania, and vice versa.

subject to the following conditions:

- 1. That no right, power or privilege is granted to transport commodities in bulk.
- 2. That no right, power or privilege is granted to transport household goods and office furniture, in use.

#### FOLDER 1, AM-I

To transport, as a Class D carrier, property, from points in the county of Allegheny to other points in Pennsylvania beyond the county of Allegheny, and vice versa.

subject to the following conditions:

- That no right, power or privilege is granted to transport household goods in use.
- 2. That no right, power or privilege is granted to transport commodities in bulk.
- 3. That no right, power or privilege is granted to transport shipments of iron or steel and iron or steel articles weighing in excess of ten thousand (10,000) pounds.
- 4. That no right, power or privilege is granted to transport commodities which, because of size or weight, require the use of special equipment or special handling.
- 5. That no right, power or privilege is granted to transport property for Hershey Foods Corp. and its subsidiaries, H. B. Reese, Co., San Giorgio Macaroni, Inc., and Y & S Candies, Inc., from the township of Derry, Dauphin County, the city of Lebanon and the township of North Cornwall, Lebanon County, and the township of East Hempfield, Lancaster County, to points in Pennsylvania, and vice versa.
- 6. That no right, power or privilege is granted to transport property from points in Allegheny County to points within an airline distance of twenty-five (25) miles of the City-County Building in the city of Pittsburgh, and vice versa.

- 7. That no right, power or privilege is granted to transport property from points in the county of Allegheny to points in the counties of Indiana, Clearfield, Cambria, Blair, Huntingdon, Somerset, Bedford, Lebanon, Berks, Lancaster, Beaver, Crawford, Erie, Fayette, Lawrence, Mercer, Venango, Washington and Westmoreland, and vice versa.
- 8. That no right, power or privilege is granted to transport limestone and limestone products for J. E. Baker Company, from its plant in the township of West Manchester, York County, and for the Thomasville Stone and Lime Company, from its plant in the township of Jackson, York County.
- 9. That no right, power or privilege is granted to transport property, from the facilities of American Home Foods Division of American Home Products Corp. located in the township of Turbot and the borough of Milton, Northumberland County, to points in Pennsylvania, and vice versa.
- 10. That no right, power or privilege is granted to transport motion picture films and accessories, dry ice, newspapers, magazines, and meat, meat products, meat by-products, dairy products, articles distributed by meat packing houses and such commodities as are used by meat packers in the conduct of their business.
- 11. That no right, power or privilege is granted to transport frozen and perishable foods, fresh fruits and vegetables, perishable non-food commodities in temperature controlled vehicles, from points in Allegheny County to points within 150 miles of the limits of Allegheny County.
- 12. That no right, power or privilege is granted to provide service (a) to or from the facilities of Dauphin Distribution Services Company in Cumberland County and Exhibitors Service Company in Allegheny County; (b) for Specialty Ladyfingers, Inc. to or from Perry County; (c) for Standard Brands, Inc., Armour and Company, Swift and Company, The Best Foods, Inc., Fairmont Creamery Company, Grennan Bakery Company, Seven Baker Brothers Company, and Highway Express Lines, Inc.; (d) for the Commonwealth of Pennsylvania to or from the Rockview Penitentiary in the County of Centre; (e) for Sears, Roebuck & Company and Montgomery Ward and Company in connection with the transportation of catalogs from the City of Pittsburgh.

#### FOLDER 1, AM-K

To transport, as a Class D carrier, property (except commodities in bulk, and household goods and office furniture in use) for E. I. Dupont de Nemours and Company, from points in the county of Allegheny, to points in the counties of Bedford, Blair, Cambria, Clearfield, Huntingdon, Indiana and Somerset.

#### FOLDER 1, AM-L

To transport, as a Class D carrier, property (except commodities in bulk and household goods and office furniture in use) for Midland-Ross Corporation, from points in the county of Allegheny to points in the counties of Indiana, Clearfield, Cambria, Blair, Huntingdon, Somerset and Bedford, and vice versa.

#### FOLDER 1, AM-M

To transport, as a Class D carrier, wearing apparel and related accesserials, for Crystal Brands, Inc. (Women's Apparel Group) from its facilities located in the township of Aston, Delaware County, to points in Pennsylvania, and vice versa

Subject to the following conditions:

- That no right, power or privilege is granted to transport property to or from points in the counties of Bradford, Columbia, Lackawanna and Luzerne.
- That no right, power or privilege is granted to transport property between cutting, sewing, assembling and manufacturing plants.

#### FOLDER 1, AM-N

To transport, as a Class D carrier, such commodities as are dealt in by retail shoe stores, for Kinney Service Corp., from the distribution facilities of Kinney Service Corp. located in the township of Hampden, Cumberland, to points in the counties of Blair, Clarion, Clearfield and Indiana, and vice versa.

To transport, as a Class D carrier, such commodities as are dealt in by retail shoe stores, for Kinney Service Corp., from points in the counties of Allegheny, Beaver, Butler, Lawrence, Armstrong, Westmoreland, Fayette and Washington, to the distribution facilities of Kinney Service Corp. located in the township of Hampden, Cumberland County.

#### FOLDER 1, AM-O

To transport, as a Class D carrier, property for Atlantic-Pacific Automotive Company located on the boundaries of the borough of Mechanicsburg and the township of Silver Spring, Cumberland County, to points in Pennsylvania, and vice versa.

Subject to the following condition:

That no right, power or privilege is granted to transport property to or from points in the counties of Bradford, Columbia, Lackawanna and Luzerne.

#### FOLDER 1, AM-Q

To transport, as a Class D carrier, property, for McCreary Tire & Rubber Co., from its facilities located in the borough of Indiana, Indiana County, to points in Pennsylvania, and vice versa.

To transport, as a Class D carrier, property, for Pittsburgh Corning Corporation, from its facilities located in the borough of Port Allegheny, McKean County, to points in Pennsylvania, and vice versa.

With both of the above rights subject to the following conditions:

- 1. That no right, power or privilege is granted to transport household goods in use.
- 2. That no right, power or privilege is granted to transport commodities in bulk.

PENNSYLVANIA PUBLIC UTILITY COMMISSION Harrisburg, PA 17120

#### Public Meeting held February 13, 1986

Commissioners Present:

Linda C. Taliaferro, Chairman Frank Fischl Bill Shane

Pitt-Ohio Express, Inc. Temporary Authority application to operate <u>part</u> of the rights granted to Hammel's Express, Inc. at A-00088995, F. 2 and 4. A-00102471 F. 1, Am-J

Vuono, Lavelle & Gray by John A. Vuono for the applicant.

#### ORDER

BY THE COMMISSION:

The above application was filed November 25, 1985, Pitt-Ohio Express, Inc. seeks Commission approval for temporary authority to operate under part of the rights granted to Hammel's Express, Inc., pending disposition of an accompanying transfer application for permanently acquired said rights. The one paragraph at A-00088995, F. 2 shall be fractionalized between both transferee and transferor, and only one paragraph at F. 4 is transferred.

Pitt-Ohio Express, Inc. was granted an ETA and extension thereof to operate transferor's rights by Commission order of December 5, 1985.

The averred reason for the TA request is transferor, Hammel's Express, Inc., is experiencing financial difficulties, therefore wishes to streamline its operation, and still preserve the transportation services of the public.

We find:

1. That transferor wishes to restrict its authority to local hauling in order to streamline its operation.

2. That applicant is presently certificated with experience in the authority sought.

3. The applicant is in compliance with the Commission's insurance and tariff filing regulations.

4. The applicant appears to be financially fit to operate under the rights granted to the transferor.

5. That the application for temporary authority is warranted in order to allow a continuous service to the public; THEREFORE,

IT IS ORDERED: That the above application for temporary authority be and is hereby approved, as follows:

To transport, as a Class D carrier, property from points in that part of Pennsylvania on and west of U.S. Highway Route 219 (except points in Allegheny County) to points in that prt of Pennsylvania on and east of U.S. Highway Route 15, and vice versa; with the right to interchange property with Class A, Class B and Class D carriers so authorized.

To transport, as a Class D carrier, property from points in Allegheny County to points in the counties of Lebanon, Berks and Lancaster, and vice versa; with the right to interchange property with Class A, Class B and Class D carriers so authorized.

#### subject to the following restrictions:

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FIRST: That no right, power or privilege is granted to transport household goods and office furniture in use, property in bulk, property which because of size or weight requires the use of special equipment, or commodities in vehicles equipped with mechanical refrigeration.

SECOND: That no right, power or privilege is granted to transport (a) property to or from points in the boroughs of Exeter and West Pittston and the city of Wilkes-Barre, Luzerne County, (b) property to or from the facilities of American Home Foods Division of American Home Products Corporation located in the township of Turbot and the borough of Milton, Northumberland County, (c) such merchandise, as is dealt in by wholesale, retail and chain grocery and food business houses to or from points in York County, and (d) limestone, limestone products or fertilizer from points in York County.

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To transport, as a Class D carrier, glassware, from the borough of South Connellsville, Fayette County, to points within one hundred fifty (150) miles of the limits of the said borough, with the right to return damaged, refused or rejected merchandise;

subject to the following conditions:

FIRST: That no right, power or privilege is granted to transport glassware from the borough of South Connellsville, Fayette County, to the borough of Latrobe, Westmoreland County, or to the villages of Schenley and Aladdin, Armstrong County.

SECOND: That no right, power or privilege is granted to transport glassware from the borough of South Connellsville, Fayette County, to points in Pennsylvania east of U.S. Highway Route 219, except to the city of Altoona, Blair County.

IT IS FURTHER ORDERED: That approval of the temporary authority granted herein shall have no bearing on the disposition of the accompanying application for approval of the transfer application for permanent authority.

BY THE COMMISSION,

Jetty Secretary

(SEAL)

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ORDER ADOPTED: February 13, 1986 ORDER ENTERED: FEB 28 1986

### APPENDIX 2

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# PITT OHIO EXPRESS, INC.

# EQUIPMENT OWNED

# TRACTORS

UNIT NO.	YEAR	MAKE	SERIAL NUMBER	COST
D6	1981	MACK	2M2W128Y7BC16586	<b>\$42,0</b> 00
D7	1981	MACK	2M2W128Y9BC016587	42,000
D9	1978	MACK	U686T4214	19,500
D10	1983	MACK	2M2N166YXDC087709	41,000
D11	1983	MACK	2M2W129Y7CC016636	43,981
D12	1983	MACK	2M2N166Y6DC087710	41,000
D14	1983	MACK	2M2N166Y8DC087711	41,000
· D15	1983	MACK	2M2N166Y3DC087714	41,920
D16	1983	MACK	1M2N166B0DA087683	41,920
D17	1983	MACK	1M2N166B2DA087684	41,920
D18	1983	MACK	1M2N166C3DA087606	41,920
D19	1983	MACK	1M2N166C5DA087607	41,920
D20	1983	MACK	87715	41,000
D21	1983	MACK	EA088386	44,800
D22	1984	MACK	EA088387	44,800
D23	1984	MACK	U6855T13613	15,500
D24	1977	MACK	U685ST13623	15,500
D25	1977	MACK	R685ST72680	22,800
D26	1978	MACK	88383	48,375
D27	1984	MACK	88384	48,375
D28	1984	MACK	88385	48,375
D29	1984	MACK	90359	-44,800
D30	1984	MACK	90360	44,800
D31	1984	MACK	1M2N185X1EA090361	44,800
D32	1984	MACK	1M2N185X3EA090362	44,800
D33	1984	MACK	1M2N185X5EA090363	44,800
D34	1984	MACK	98599	48,500
D35	1985	MACK	98600	48,500
D36	1985	MACK	98601	48,500
D37	1985	MACK	1M2N185Y96A003493	47,159
D38	1986	MACK	1M2N185Y76A003494	47,159
D39	1986	MACK	1M2N179Y5GA004002	53,241
L40	1986 .	MACK	1M2N179Y9GA004004	53,241
D41	1986	MACK	1M2N185X2GA004008	47,159
D42	1986	MACK	1M2N185X0GA004007	47,159
D43	1986	MACK	1M2N179Y2GA004006	53,241
D44	1986	MACK	1M2N179Y7GA004003	53,241
<b>D</b> 52	1979	GMC	<b>T49CJ9V62503B</b>	22,000
D53	<b>19</b> 79	GMC	T49CJ9V625037	20,000
D54	1979	GMC	<b>T49CJ9V625036</b>	<b>22,0</b> 00
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# PITT OHIO EXPRESS, INC

EQUIPMENT OWNED SUPPLEMENT LIST TRACTORS - ADDED

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UNIT NO.	YEAR	MAKE	SERIAL NUMBER	<u>COST</u>
D45 D46 D47 D48 D49 D51 D55 D56 D57 D58 D59 D60	1986 1986 1986 1986 1986 1986 1986 1986	Mack Mack Mack Mack Mack Mack Mack Mack	1M2N179Y8GA005239 1M2N179Y4GA005240 1M2N179Y4GA005190 1M2N179Y6GA005191 1M2N179Y8GA005192 1M2N185X2GA005241 1M2N185X6GA005243 1M2N185X8GA005244	53,251. 53,251. 53,251. 53,251. 53,251. 47,159. 47,159. 47,159.

# PITT OHIO EXPRESS, INC.

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# EQUIPMENT OWNED

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# TRAILERS

UNIT NO.	YEAR	MAKE	SERIAL NUMBER	COST
<b>T321</b>	1973	STOUGHTON	732660	\$ 2,750
<b>T325</b>	1973	STOUGHTON	732661	2,850
<b>T40</b> 0	1972	FRUEHAUF	MEN261002	3,500
<b>T401</b>	1972	FRUEHAUF	MEP298801	2,800
<b>T48</b> 0	1983	FRUEHAUF	1HEV0482XDH046601	12,849
T481	1980	STRICK	230821	8,500
<b>T48</b> 2	1980	STRICK	7420232753	8,500
<b>T483</b>	1978	STRICK	222706	8,500
<b>T484</b>	1983	FRUEHAUF	1H2V04821DH046602	12,849
<b>T48</b> 5	1980	STRICK	7420226826	8,500
<b>T60</b> 5	1982	FRUEHAUF	1H2V0452BH056736	12,895
<b>T60</b> 6	1982	FRUEHAUF	1H2V045268H056737	12,895
<b>T60</b> 7	1982	FRUEHAUF	1H2V04BH056738	12,895
<b>T60</b> 8	1982	FRUEHAUF	1H2V0452XBH056739	12,895
<b>T60</b> 9	1982	FRUEHAUP	1H2V04526BH056740	12,895
<b>T61</b> 0	1978	FRUEHAUF	ME2582118	6,000
<b>T62</b> 3	1977	STRICK	215420	7,300
T624	1977	STRICK	215424	7,300
<b>T62</b> 5	1978	STRICK	223563	8,300
<b>T626</b>	1979	STRICK	218671	8,600
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# PITT OHIO EXPRESS, INC.

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# EQUIPMENT OWNED

# STRAIGHT TRUCKS

UNIT NO.	YEAR	MAKE	SERIAL NUMBER	COST
41	1978	MERCEDES BENZ	34403012394996	<b>\$ 8,</b> 300
42	1978	MERCEDES BENZ	34403012396620	8,300
62	1978	MERCEDES BENZ	34403012394623	7,500
63	1978	MERCEDES BENZ	34403012395301	7,500
64	1978	MERCEDES BENZ	34403012395113	7,500
<b>6</b> 5	1980	MERCEDES BENZ	1MBZA24B2AN512225	8,000
<b>6</b> 6	1978	MERCEDES BENZ	34403012394911	7,500
· 67	1978	MERCEDES BENZ	34403012395302	7,500
68	1978	MERCEDES BENZ	34403012394460	7,500
69	1979	MERCEDES BENZ	34403312441274	7,500
70	1979	MERCEDES BENZ	34530012453141	11,500
71	1978	MERCEDES BENZ	34403012394900	8,500
72	1978	MERCEDES BENZ	34500312356643	<b>9,</b> 500
76	1985	MERCEDES BENZ	1MBZB77A1FN676070	28,139
<b>7</b> 7	1985	MERCEDES BENZ	1mbzb77A3fn676071	28,139
78	1985	MERCEDES BENZ	1MB2B77A7FN676073	28,139
7 <del>9</del>	1985	MERCEDES BENZ	1MBZB77A9FN676074	28,139
80	1985	MERCEDES BENZ	1MB2B77A5FN676072	28,139
100	1981	GMC	1GDL7D1F1BV555625	27,788
101	1981	GMC	1GDL7D1G2BV557196	<b>22,5</b> 00
102	1981	GMC	1GDL7D1F6BV568273	27,788
200	1982	MACK	VG6M111B5CB015361	24,500
201	1982	MACK	VG6M111B0CB015591	24,500
202	1982	MACK	VG6M111B0CB015381	24,500
203	1983	MACK	VG6M111B1CB015406	24,500
204	1982	MACK	VG6M111B9CB015413	24,500
<b>2</b> 05	1984	MACK	19692	<b>22,8</b> 00
206	1984	MACK	19723	22,800
204	1984	MACK	VG6M111B5EB019509	30,167
208	1982	MACK	VG6M111B2CB014104	13,500
<b>2</b> 09	1982	MACK	014104	13,500
210	1982	MACK	VG6M111B7CB013918	13,500

### PITT OHIO EXPRESS, INC

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#### EQUIPMENT OWNED SUPPLEMENT LIST STRAIGHT TRUCKS -ADDED

UNIT NO.	YEAR	MAKE	SERIAL NUMBER	COST
81 82 83 85 86 87 88 89 211 212 213 214	1986 1986 1986 1986 1986 1986 1986 1985 1985 1985	MERCEDES BENZ MERCEDES BENZ MERCEDES BENZ MERCEDES BENZ MERCEDES BENZ MERCEDES BENZ MERCEDES BENZ MERCEDES BENZ MACK MACK MACK	IMBZB83A5GN708905 IMBZB83A5GN708906 IMBZB83A5GN708928 IMBZB83A8GN708929 IMBZB83A8GN708929 IMBZB83A8GN710330 IMBZB83A3GN710331 IMBZB83A3GN710331 IMBZB83A9GN708907 VG6M111B9FB023288 VG6M111B9FB023288 VG6M111B9FB023323	28,994, 28,994, 28,994, 28,994, 28,994, 28,994, 28,994, 28,994, 22,255, 22,255, 22,255, 22,255,

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# MARTERA, INC.

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# EQUIPMENT OWNED

# TRACTORS

UNIT	ACQUIRED DATE	YEAR	MAKE	SERIAL NUMBER	COST
D1	11/75	1974	GMC	TH1904V605741	\$11,200
D8	6/83	1978	Mack	U686T4213	19,500

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# MARTERA, INC.

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# EQUIPMENT OWNED

# TRAILERS

			TRAILERS		
UNIT	ACQUIRED DATE	YEAR	MAKE	SERIAL NUMBER	COST
			— · _	210402	• • • • • • • • • • • • • • • • • • •
T26	9/78	1978	STRICK	219482	\$ 7,775.0
<b>T327</b>	8/85	1979	STRICK STRICK	233338	4,600.0
T328	8/85	1979		233336	
T329	8/85	1979	STRICK	233333	<b>4,700.0</b> <b>4,600.0</b>
T330	8/85	1979 1979	STRICK STRICK	233339 233332	4,600.0
T331 T332	8/85	1979	STRICK	233337	4,700.0
1332 T450	8/85 1/74	1974	STRICK	177947	6,455.0
T453	1/74	1974	STRICK	7450533NSW177948	6,455.00
T456	4/74	1974	STRICK	177949	6,495.00
T457	11/85	1978	BUDD	157767E	6,950.00
T506	8/69	1969	TRAILMOBILE	E32979	5,076.00
T507	5/71	1971	FRUEHAUF	MAN297546	4,342.00
T508	5/71	1971	FRUEHAUF	MAN297545	4,343.1
T509	9/72	1972	FRUEHAUF	MAP362979	4,808.50
<b>T</b> 510	5/73	1973	TRAILMOBILE	K30269	5,500.00
T514	10/74	1974	STRICK	194096	7,200.00
<b>T</b> 516	10/74	1974	STRICK	194097	7,200.00
<b>T518</b>	2/78	1977	STRICK	213423	8,950.00
T520	9/79	1979	FRUEHAUF	665410	10,941.0(
T522	9/79	1979	FRUEHAUF	HPV665404	10,600.00
T524	9/79	1979	FRUEHAUF	HPV665403	10,600.00
T526	9/79	1979	FRUEHAUF	665406	10,941.0(
<b>T528</b>	11/79	1980	STRICK	235927	10,645.0(
T530	11/79	1980	STRICK	235928	10,645.0(
T536	2/80	1968	STRICK	990309	3,205.0(
T540	7/83	1971	FRUEHAUF	SWN1356505	<b>5,915.</b> 0(
T600	4/82	1982	FRUEHAUF	1H2V0452XBH056708	12,895.00 12,895.00
<b>T60 1</b> T60 2	4/82	1982	FRUEHAUF	1H2V04521BH056709 1H2V04528BH056710	12,420.0
T60 3	2/80 4/82	1982	FRUEHAUF	1H2V0452XBH056711	12,895.0
1603 T <u>6</u> 04	2/80	1982	FRUEHAUF FRUEHAUF	1H2V04521BH056712	12,420.0
TGI 1	3/84	1982 1978	FRUEHAUF	MAY521347	5,500.0
TGI 2	3/84	1978	FRUEHAUF	MAY521327	5,500.0
7613	3/84	1978	FRUEHAUF	MAY521350	5,500.0
T61 4	3/84	1978	FRUEHAUF	MAY521341	5,500.0
TGI 5	5/84	1977	HOEBS	BLY77949	7,177.0
<b>TGI 6</b>	5/84	1977	HOBBS	BLY779850	7,177.0
<b>T617</b>	5/84	1978	STRICK	223559	7,900.0
7618	5/84	1979	STRICK	210855	7,500.0
T619	5/84	1979	STRICK	215849	7,500.0
<b>T620</b>	5/84	1979	STRICK	222668	7,500.0
T621	6/84	1977	HOBBS	BLY779841	7,125.0
T622	6/84	1980	STRICK	244013	8,200.0
T627	10/84	1979	FRUEHAUF	HPV670137	6,750.0
T628	10/84	1979	FRUEHAUF	HPV670115	6,750.0
T629	10/84	1977	FRUEHAUF	HPY582874	3,750.0
<b>T630</b>	10/84	1977	FRUEHAUF	HPY582848	3,750.0
T631	10/84	1977	FRUEHAUF	HPY582801	3,750.0
T632	10/84	1974	FRUEHAUF	MES430874 HPV670064	<b>3,0</b> 00.0 <b>6,7</b> 50.0
<b>T</b> 63 <b>3</b>	10/84	1979	FRUEHAUF	HLAG10004	0,150.0

# MARTERA, INC.

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# EQUIPMENT OWNED

# TRAILERS

			TRAILERS		
	ACQUIRED				
UNIT	DATE	YEAR	MAKE	SERIAL NUMBER	COST
<b>T634</b>	10/84	1979	GREAT DANE	B13129	\$7,500
T635	10/84	1979	GREAT DANE	N13072	7,500
<b>T636</b>	10/84	1979	GREAT DANE	B11200	7,500
<b>T637</b>	10/84	1979	GREAT DANE	B11183	7,500
<b>T638</b>	10/84	1977	GREAT DANE	NB03465	4,500
T639	11/84	1977	GREAT DANE	B03459	4,500
<b>T640</b>	11/84	1976	STRICK	207752	4,228
T641	11/84	1976	STRICK	207753	4,228
T642	11/84	1974	STRICK	171964	4,228
<b>T643</b>	11/84	1977	FRUEHAUF	HPY564045	4,228
T644	11/84	1977	FRUEHAUF	HPY564040	4,228
<b>T645</b>	11/84	1979	FRUEHAUF	HPV665402	4,228
<b>T646</b>	11/84	1982	FRUEHAUF	1H2V04520BH046513	4,228
<b>T647</b>	11/84	1982	FRUEHAUF	1H2V0452BH059311	4,228
T648	8/85	1979	FRUEHAUF	83906	6,750
<b>T649</b>	8/85	1979	FRUEHAUF	83913	7,700
<b>T</b> 650	8/85	1979	FRUEHAUF	83924	6,750
<b>T651</b>	8/85	1979	FRUEHAUF	83910	7,850
<b>T652</b>	8/85	1979	FRUEHAUF	83917	7,700
<b>T653</b>	8/85	1979	FRUEHAUF	83904	7,850
<b>T654</b>	4/86	1979	STRICK	214299	6,000
T655	4/86	1979	STRICK	222544	5,900
<b>T656</b>	4/86	1980	STRICK	232630	6,800
<b>T657</b>	4/86	1979	STRICK	242747	6,100
<b>T658</b>	4/86	1979	STRICK	242710	6,500
<b>T659</b>	4/86	1979	STRICK	242804	6,500
<b>T660</b>	4/86	1980	STRICK	244871	6,800
<b>T661</b>	4/86	1979	STRICK	243262	6,600
<b>T662</b>	4/86	1980	STRICT	232635	6,800
	4/00				

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# MARTERA, INC.

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EQUIPMENT OWNED SUPPLEMENT LIST

# TRAILERS - ADDED

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UNIT NO.	YEAR	MAKE	SERIAL NUMBER	COST
T668 T669 T670 T671 T672 T673 T673 T674 T675 T676 T677	1986 1986 1986 1986 1986 1986 1986 1986	FRUEHAUF FRUEHAUF FRUEHAUF FRUEHAUF FRUEHAUF FRUEHAUF FRUEHAUF FRUEHAUF FRUEHAUF	1H2VO4526GB011601 1H2VO4525GB011606 1H2VO4528GB011602 1H2VO4527GB011607 1H2VO4527GB011610 1H2VO4527GB011609 1H2VO4521GB011609 1H2VO4523GB011605 1H2VO4523GB011608 1H2VO452XGB011603	13,145. 13,145. 13,145. 13,145. 13,145. 13,145. 13,145. 13,145. 13,145. 13,145. 13,145.

# MARTERA, INC.

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# EQUIPMENT OWNED

# STRAIGHT TRUCKS

UNIT	ACQUIRED DATE	YEAR	MAKE		SERIAL NUMBER	COST
43 44	7/77 7/85	1977 1979	••••••	BENZ	34403012323406 34403012454829 , 1mbza24bxbn559276	\$18,195 7,600 6,000
45 47 48	7/85 5/78 8/79	1981 1978 1979	MERCEDES	BENZ Benz Benz	34403012381014 34403012442447	15,686 19,367
49 54	8/79 8/79	1979 1979 1979	MERCEDES	BENZ BENZ BENZ	34403012409764 34403012432368 34403012432735	<b>19,3</b> 67 19,367 <b>19,3</b> 67
55 56 57	8/79 8/79 8/79	1979 1979	MERCEDES MERCEDES	BENZ BENZ	34403012432744 34403012442456	19,367 19,367
58 59 60	8/79 8/79 8/79	1979 1979 1979	MERCEDES	BENZ BENZ BENZ	34403012427573 34403012450581 34403012450638	19,367 19,367 19,367
73 74	7/85 7/85	1980 1980	MERCEDES	BENZ BENZ BENZ	37602412513030 37602412513056 37602412516260	7,500 7,500 7,500
75 84 90	7/85 9/77 9/77	<b>198</b> 0 1977 1977	INTERNATI INTERANTI	ONAL	D0522GCA25203 D0522GCA25246	12,786 12,786

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# APPENDIX 3

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# PITT-OHIO EXPRESS, INC.

### COMPARATIVE FINANCIAL STATEMENTS - UNAUDITED

# FOR THE

# YEARS ENDED DECEMBER 31, 1986 AND 1985



JOSEPH L. BENDER, P.C. Certified Public Accountant

> 1876 Stage Court Allison Park, PA 15101 412 364-5333

The Board of Directors of Pitt-Ohio Express, Inc.

We have reviewed the accompanying comparative balance sheet of PITT-OHIO EXPRESS, INC.

as of December 31, 1986 and 1985, and the related statements of income, retained earnings and changes in financial position for the years then ended, in accordance with standards established by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management.

A review consists principally of inquiries of company personnel and analytical procedures applied to financial data. It is substantially less in scope than an examination in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Joseph I. Bender O.C.

Allison Park, Pennsylvania March 11, 1987

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# PITT-OHIO EXPRESS, INC.

# COMPARATIVE BALANCE SHEET - UNAUDITED

ASSETS	December 31,	
CURRENT ASSETS	1986	1985
Cash In Bank	\$ 562,694	\$ 273,984
Temporary Cash Investments	252,035	None
Notes Receivable - G	171,524	21,901
Accounts Receivable - Customers	1,116,083	819,247
Accounts Receivable - Other	126,604	49,753
Material & Supplies	53,809	61,113
Prepaid Items	94,696	138,228
TOTAL CURRENT ASSETS	2,377,445	1,364,226
FIXED ASSETS AT COST		
Revenue Equipment - C - D	3,684,408	2,529,092
Service Cars	9,964	9,964
Leasehold Improvements & Office Equipment	242,873	124,406
	3,937,245	2,663,462
Less: Depreciation Taken	1,803,895	1,120,670
TOTAL FIXED ASSETS	2,133,350	
OTHER ASSETS		
Note Receivable - G	150,510	175,435
Deferred Debits	None	7,976
Intangible Property	58,051	26,459
Franchises & Organization Costs - E	204,443	187,963
	413,004	397,833
Less: Allowance for Amortization	109,310	101,991
TOTAL OTHER ASSETS	303,694	295,842
TOTAL ASSETS	<u>\$ 4.814.489</u>	<u>\$ 3,202,860</u>

The accompanying notes are an integral part of these statements.

See Accountants' Review Report.

### PITT-OHIO EXPRESS, INC.

### COMPARATIVE BALANCE SHEET - UNAUDITED

LIABILITIES AND SHAREHOLDERS' EQUITY December 31		er_31,
CURRENT LIABILITIES	1986	<u>1985</u>
Notes Payable - Bank - F Notes Payable - Other - D Equipment Obligations - C - F Accounts Payable Interline Accounts Payable Payroll Deductions Accrued Salaries & Wages Accrued Profit Sharing - H C.O.D.'s Payable Accrued Taxes Other Accrued Liabilities	<pre>\$ 146,600 48,180 737,759 526,111 582 19,206 121,271 160,556 446 66,344 69,534</pre>	\$ 30,000 42,993 446,399 378,610 3,977 17,125 70,106 99,719 798 42,325 30,982
Federal & State Income Taxes	150,847	44,278
TOTAL CURRENT LIABILITIES	2,047,436	1,207,312
LONG-TERM DEBT		
Notes Payable - D Equipment Obligations - C - F TOTAL LONG-TERM DEBT	125,113 380,982 506,095	157,882 350,826 508,708
DEFERRED INCOME TAXES - A	140,046	None
SHAREHOLDERS' EQUITY		
Common Stock - 50,000 Shares Retained Earnings	50,000 2,070,912	50,000 1,436,840
TOTAL SHAREHOLDERS' EQUITY	2,120,912	1,486,840
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>\$_4.814.489</u>	<u>\$ 3,202,860</u>

The accompanying notes are an integral part of these statements.

See Accountants' Review Report.

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### PITT-OHIO EXPRESS, INC.

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### COMPARATIVE STATEMENT OF INCOME AND RETAINED EARNINGS - UNAUDITED

· ·	Decen	December 31,		
INCOME	1986	1985		
Freight Revenue	\$ 13,465,650	\$ 9,262,183		
Other Fees & Charges	139,215	45,013		
TOTAL REVENUE	13,604,865	9,307,196		
EXPENSES	•			
Salaries - Officers	585,000	147,000		
Salaries & Wages	4,685,237	3,048,898		
Other Fringes	1,061,864	701,544		
Operating Supplies & Expenses	1,773,830	1,546,588		
General Supplies & Expenses	370,366	281,429		
Operating Taxes & Licenses	392,604	271,720		
Insurance	487,208	313,292		
Communications & Utilities	240,913	194,263		
Depreciation & Amortization	698,751	522,020		
Equipment Rents & Purchased Transportation	1,576,555	1,153,656		
Building & Office Equipment Rents	283,978	232,742		
(Gains) or Losses on Operating Assets	1,884	23,425		
Miscellaneous Expenses	82,503	48,250		
TOTAL EXPENSES	12,240,693	8,484,827		
NET OPERATING REVENUE	1,364,172	822,369		
OTHER INCOME & EXPENSES				
Dividend Income	2,044	None		
Rental Income	6,000	2,500		
Interest Income	48,022	35,482		
Interest Expense	( 175,049)	( 97,313)		
NET PROFIT BEFORE INCOME TAXES	1,245,189	763,038		
Federal & State Income Taxes	602,439	314,586		
NET INCOME	642,750	448,452		
RETAINED EARNINGS - BEGINNING OF YEAR	1,436,840	982,986		
Officers' Life Insurance Premiums	( 9,238)	( 9,238)		
Prior Period Adjustment	560	14,640		
RETAINED EARNINGS - END OF YEAR	<u>\$ 2,070,912</u>	<u>\$ 1.436.840</u>		

The accompanying footnotes are an integral part of these statements. See Accountants' Review Report.

EXHIBIT "C"

PITT-OHIO EXPRESS, INC.

# COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION - UNAUDITED

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	Decemb	er 31,
SOURCE OF WORKING CAPITAL	1986	1985
Net Income Depreciation of Fixed Assets Amortization of Operating Rights Amortization of Computer Software	\$ 642,750 691,432 None 7,318	\$ 448,452 511,202 8,827 1,991
WORKING CAPITAL PROVIDED FROM OPERATIONS	1,341,500	970,472
Decrease in Note Receivable Decrease in Deferred Interest Additions to Long-term Debt Additions to Deferred Income Tax Disposal of Property, Plant & Equipment Prior Period Adjustment Decrease in Working Capital	24,925 7,976 1,138,286 140,046 59,184 560 None	None 40,375 652,995 None 27,626 14,640 155,425
APPLICATION OF WORKING CAPITAL	<u>\$_2,712,477</u>	<u>\$ 1,861,533</u>
Addition to Note Receivable Additions to Intangible Property Officers' Life Insurance Premiums Additions to Franchises Additions to Property, Plant & Equipment Current Maturity of Long-term Debt Increase in Working Capital	<pre>\$ None 31,592 9,238 16,480 1,341,173 1,140,899 173,095 \$ 2,712,477</pre>	<pre>\$ 175,435 26,459 9,238 68,325 881,046 701,030 None \$ 1,861,533</pre>
CHANGES IN WORKING CAPITAL		
Increases (Decreases) in Current Assets Cash . Notes & Accounts Receivable Other Current Assets	\$ 288,710 523,310 201,199 1,013,219	\$( 298,537) 348,111 57,469 107,043
Decreases (Increases) in Current Liabilities Notes Payable Accounts Payable Federal & State Income Taxes Other Current Liabilities	( 413,147) ( 147,501) ( 106,569) ( 172,907) ( 840,124)	( 237,900) ( 115,732) 132,046 ( 40,882) ( 262,468)
NET INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ 173,095</u>	<u>\$( 155,425</u> )

The accompanying footnotes are an integral part of these statements. See Accountants' Review Report. COMPARATIVE NOTES TO FINANCIAL STATEMENTS UNAUDITED

FOR THE YEARS ENDED DECEMBER 31, 1986 AND 1985

#### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Corporation are prepared on the accrual basis of accounting using the straight-line method for depreciation. The accelerated cost recovery method and the MACRS method are used for federal income tax purposes. This difference amounted to \$261,662 at December 31, 1986. A provision for deferred income taxes has been recorded amounting to \$140,046.

### NOTE B - LEASE AGREEMENTS

The Corporation leases revenue equipment on a monthly basis with annual rentals amounting to \$325,172 and \$265,172 for 1986 and 1985, respectively.

The Corporation also leases terminal facilities with annual rentals amounting to \$260,417 and \$209,181 for 1986 and 1985, respectively.

The Corporation also leases certain computer hardware and software with annual rentals amounting to \$23,561 for 1986 and 1985.

### NOTE C - EQUIPMENT OBLIGATIONS

		1986		1985	
	Current Monthly Payment	<u>Current</u> Portion	Long-term Portion	Current Portion	Long-term Portion
Mellon Bank	\$ 19,205.00	\$ 230,460	\$ 72,555	\$ None	\$ None
Charles L. Hammel, Jr.	4,439.88	45,238	42,051	None	None
Mellon Bank	3,929.00	47,148	11,843	47,148	58,991
Charles L. Hammel, Jr.	5,737.06	53,521	None	55,837	53,520
Charles L. Hammel, Jr.	10,108.19	97,325	130,651	None	None
Mack Financial	None	None	None	12,556	None
Mack Financial	None	None	None	52,514	None
Mack Financial	None	None	None	53,328	13,332
Mack Financial	None	None	None	32,952	2,746
Mack Financial	None	None	None	33,558	16,779
Mack Financial	None	None	None	17,091	8,545
Mellon Bank	8,366.66	100,400	None	100,400	100,400
Charles L. Hammel, Jr.	4,808.63	47,691	45,139	41,015	96,513
Mellon Bank	9,664.66	115,976	78,743	None	None
TOTALS	<u>\$ 66,259.08</u>	<u>\$ 737,759</u>	<u>\$ 380,982</u>	<u>\$ 446,399</u>	<u>\$ 350,826</u>

See Accountants' Review Report.

# COMPARATE NOTES TO FINANCIAL STATEMENTS UNAUDITED FOR THE YEARS ENDED DECEMBER 31, 1986 AND 1985

### NOTE D - NOTES PAYABLE

The debt due is subject to interest at 12%.

	1986		1985	
	Current	Long-term	Current	Long-term
Martera, Inc. Charles L. Hammel, Jr. Shareholders	\$ 42,726 5,454 <u>None</u>	\$ 35,564 45,450 44,099	\$ 37,542 5,451 None	\$ 81,625 45,450 30,807
TOTALS	<u>\$ 48,180</u>	<u>\$ 125,113</u>	<u>\$ 42,993</u>	<u>\$ 157,882</u>

#### NOTE E - FRANCHISES

The Corporation is writing off the cost of the Interstate Commerce Commission operating rights resulting from the enactment of the Motor Carrier Act of 1980 and the deregulation of motor carriers. This was done over a sixty-month period beginning with July 1, 1980.

### NOTE F - LINE OF CREDIT

The Corporation has established a line of credit with Mellon Bank, N.A. consisting of \$200,000 for working capital and a \$1,200,000 equipment line of credit for new and used equipment dated May 30, 1986. Any loans will be subject to certain terms, conditions, security and aggregate balances in accordance with the agreements. As of December 31, 1986 and 1985, \$657,125 and \$306,939 had been borrowed against the equipment line and \$146,600 and \$30,000 against the working capital loan at December 31, 1986 and 1985.

#### NOTE G - NOTE RECEIVABLE

In March, 1985, the Corporation loaned \$212,000 to CRK Properties to purchase a freight terminal at Oaks, Pennsylvania for \$290,000. The partnership was formed by the shareholders of Pitt-Ohio Express, Inc. The terminal will be leased on a monthly basis to the Corporation starting April 1, 1985. The repayment of the loan will amount to \$3,856.70 per month, including interest at 13% and secured by the real estate.

### NOTE H - RETIREMENT PLAN

In January, 1983, the Company adopted a profit sharing plan, effective January 1, 1983, in which the Corporation has the option to contribute to a plan for eligible employees. Profit sharing benefits for the years ended December 31, 1986 and 1985 amounted to \$160,556 and \$99,719, respectively.

### NOTE I - LIFE INSURANCE

The Corporation is the beneficiary on policies insuring corporate officers and shareholders amounting to \$1,500,000.

See Accountants' Review Report.

### AFFIDAVIT

COMMONWEALTH OF PENNSYLVANIA ) ) ss: COUNTY OF ALLEGHENY )

Robert F. Hammel, being duly sworn according to law, deposes and says that he has read the foregoing statement, knows the contents thereof, and that the same is true as stated.

Sworn to and subscribed before me this  $\frac{\mathcal{R}\mathcal{B}^{\mathcal{T}\mathcal{K}}}{\mathcal{L}\mathcal{L}\mathcal{L}\mathcal{L}\mathcal{L}\mathcal{L}}$ , 1987.

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ic Notary

My commission expires:

ROBERT E. TAYLOR, NOTARY PUBLIC PITTSBURGH, ALLEGHENY COUNTY MY COMMISSION EXPIRES JUNE 29, 1991 Member, Pennsylvania Association of Notaries

### III. VERIFIED STATEMENT OF WILLIAM R. LESHER ON BEHALF OF THE GLIDDEN CO.

### 1. Legal Name and Domicile of Supporting Shipper.

The Glidden Co. is domiciled at Third and Bern Streets, Reading, Berks County, PA 19601.

### 2. Identity and Qualifications of Witness.

My name is William R. Lesher. I have been employed by The Glidden Co. and its predecessors for 27 years and have held my present position of Transportation Manager for five years. My business address is Third and Bern Streets, Reading, PA 19601.

I am responsible for arranging for the inbound and outbound transportation for Glidden. I am familiar with its transportation requirements and I have been authorized to support the application of Pitt-Ohio Express, Inc. at Docket No. A-00102471, Folder 1, Am-T.

### 3. General Description of Supporting Shipper.

The Glidden Co. is a manufacturer of protective coatings. It has a production plant in Reading, Berks County, which produces paint and related types of products. The plant has nine motor carrier shipping doors and usually ships and receives freight Monday through Friday between the hours of 7:00 a.m. and 11:00 p.m.

The outbound products consist, as I indicated, of paint and related products. Approximately 40% of all outbound shipments weigh less than 10,000 pounds. The less-than-truckload

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shipments range in weight from 500 pounds to 10,000 pounds. The average truckload shipment weighs about 20,000 pounds.

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The inbound commodities which we receive at Reading cover a wide variety of items and include the raw materials used to produce paint and other types of protective coatings, all types of machinery and parts used in the manufacturing process, and a variety of other items that are essential to the operation of a production plant and office such as containers, office supplies, stationary, janitorial supplies, etc. About 90% of the inbound shipments weigh in excess of 20,000 pounds and can range up to 40,000 pounds. The less-than-truckload shipments would range in weight from approximately five pounds to 10,000 pounds.

Glidden controls the routing and pays the freight charges on all of the inbound traffic and on approximately 98% of the outbound traffic.

# 4. Volume and Frequency of Intended Use, and Representative Origins and Destinations.

Inbound shipments originate throughout the state of Pennsylvania at most of the major cities and many smaller towns. We deal with a variety of suppliers, many of which have repeat business. However, the company is always alert to the fact that a new supplier may be able to supply a better quality product or better meet our needs in some other manner and so the origin of inbound shipments can vary from time to time.

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There is also backhaul traffic from customers and branch locations.

Our outbound shipments are made to dealers and company branch facilities on a regular basis. I am listing below representative destination points in Pennsylvania and we ship to most of them at least once a week. This list is by no means a complete list of all Pennsylvania destinations but is merely intended to indicate to the Commission the fact that we do make shipments to points throughout the state:

Bellefonte	Bloomsburg	Brogueville
Carrolltown	Carlisle	Chambersburg
Christiana	DuBois	Ebensburg
Huntingdon	Lewistown	Lewisburg
Lock Haven	Mechanicsburg	Millersburg
Mifflin Meyersdale New Bloomfield Punxsutawney St. Michael	Milton McClure Newport Roaring Spring Shrewsbury	Muncie Nanty Glo Philipsburg Red Lion

### 5. Type of Service Required.

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Because of the very large number of shipments being shipped in and out of the Reading plant on a daily basis, we try to coordinate our production process and shipping as much as possible. We normally want deliveries made during the morning and early afternoon hours. Outbound shipments are scheduled to be picked up between 4:00 p.m. and 7:00 p.m.

Many of our customers require next day delivery service so we expect the carrier to provide overnight service from our Reading facility to any point in Pennsylvania.

Approximately 75% of the paint shipped from Reading is a water-based material which will freeze when the temperature

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falls below 32°. To prevent the material from freezing, a motor carrier must provide equipment which is well insulated if not heated between the months of November and April. Otherwise, the paint will freeze and will be unusable, resulting in numerous claims.

### 6. Similar Applications Supported.

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During the last two years, Glidden has not supported any other application.

### 7. Other Pertinent Information.

We are familiar with the service of Pitt-Ohio since it has been used to transport interstate shipments and those Pennsylvania intrastate shipments within the scope of its present authority for approximately three years. It has always provided us with satisfactory service. In order to relieve congestion at our dock facilities, we must reduce the number of carriers. If Pitt-Ohio were able to serve the entire state of Pennsylvania for us, we would expect to use it on approximately 95% of all shipments moving inbound from the western part of the state and moving outbound to the western and central parts of Pennsylvania. Our use of the Pitt-Ohio service to and from points in the eastern third of Pennsylvania would be somewhat less since we do have seven company trucks that serve that area and we also have good relationships with several other motor carriers that serve the eastern Pennsylvania and east coast area for us.

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It is the company's position that Pitt-Ohio Express will be able to provide us with a very satisfactory service throughout Pennsylvania and for that reason, we strongly support this application and request that the Commission grant it at the earliest possible time.

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COMMONWEALTH OF PENNSYLVANIA ). ss: COUNTY OF BERKS

William R. Lesher, being duly sworn according to law, deposes and says that he has read the foregoing statement, knows the contents thereof, and that the same is true as stated.

Villiam R. Lesher

Sworn to and subscribed before me this  $1^{\frac{5}{2}}$  day of <u>SEPTEMBER</u>, 1987.

My commission expires:

NOTARY PUBLIC Berks County, Reading, Pa. My Commission Expires Apr. 2, 1991

### IV. MODIFICATION OF SHIPPER NAME

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When the application was filed and published in the <u>Penn-sylvania Bulletin</u>, the shipper was identified as Glidden Coatings & Resins, Division of SCM Corporation. Applicant has since been advised that the correct name of the company is The Glidden Co.

In view of the fact that the <u>Pennsylvania Bulletin</u> notice referred to "Glidden" and its facilities in the city of Reading, Berks County, we do not believe that there was any confusion created and that all parties who may have had an interest in the proceeding were adequately placed on notice of the intent of the application and the identity of the shipper. We therefore do not believe that it is necessary to republish the application.

We request that any authority granted in this proceeding identify the shipper as The Glidden Co. so that the proper name of the shipper will be set forth in the authority.

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### V. CONCLUSION

For the reasons set forth in the preceding verified statements of the applicant and supporting shipper, it is repsectfully requested that the Commission grant this application in its entirety.

Respectfully submitted,

PITT-OHIO EXPRESS, INC.

By Цe

Attorney for Applicant

VUONO, LAVELLE & GRAY 2310 Grant Building Pittsburgh, PA 15219 (412) 471-1800

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Due Date: September 10, 1987



COMMONWEALTH OF PENNSYLVANIA PENNSYLVANIA PUBLIC UTILITY COMMISSION P. O. BOX 3265, HARRISBURG, Pa. 17120

September 11, 1987

IN REPLY PLEASE REFER TO OUR FILE

William J. Lavelle Attorney at Law 2310 Grant Building Pittsburgh, PA 15219

In re: A-00102471, F. 1, Am-T

Application of Pitt-Ohio Express, Inc.

Dear Mr. Lavelle:

We have received the verified statements filed in the above referenced proceeding.

P.057

The record will be reviewed and will be put before the Commission for its decision. You will be notified of the Commission's action.

Very truly yours,

By William P. Hoshour For Peter S. Marzolf, Supervisor Technical Review Section Bureau of Transportation

