1.

PENNSYLVANIA PUBLIC UTILITY COMMISSION

Uniform Cover and Calendar Sheet

REPORT DATE:

BUREAU AGENDA NO. AUGUST-2003-TSM-0163*

3. **BUREAU**:

Transportation & Safety

<u>SECTION(S)</u>: M. C. S. & E.

PUBLIC MEETING DATE: 5.

APPROVED BY:

Director:

Hoffman:

June 23, 2003

3-3846

Mgr/Spvr:

Zeigler:

7-1168

Legal Review:

7. **PERSONS IN CHARGE:**

Hawk

3-1763

DOCKET NO.: A-00097635

R-00038663

AUG 18 2003 August 7, 2003

DOCUMENT

9. (a) CAPTION (abbreviate if more than 4 lines)

(b) Short summary of history & facts, documents & briefs

(c) Recommendation

(a) JAMES C. LOGAN, INC. CHESTER, DELAWARE COUNTY **INCREASE IN RATES**

- (b) James C. Logan, Inc., furnishes household goods in use service originating in southeastern Pennsylvania as more thoroughly described in the official tariff and transported distances of forty (40) miles or less. The carrier has filed Tariff Freight Pa. PUC No. 15. The carrier is requesting a 7.5% increase in hourly rates and a 10.1% increase in accessorial charges to cover projected expenses of \$65,140. The rates are proposed to become effective August 11, 2003.
- (c) The Bureau recommends that Tariff Freight Pa. PUC No. 15 as filed by the carrier be permitted to become effective August 11, 2003.

10. MOTION BY: Commissioner Chm. Fitzpatrick

Commissioner Wilson - Yes

SECONDED: Commissioner Bloom

Commissioner Thomas - Yes Commissioner Pizzingrilli - Yes

CONTENT OF MOTION: Staff recommendation adopted.



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

IN REPLY PLEASE REFER TO OUR FILE

August 8, 2003

A-00097635; R-00038663

KENNETH D SATALOFF PO BOX 1385 MT LAUREL NJ 08054-7385

Pennsylvania Public Utility Commission V

James C. Logan, Inc.

To Whom It May Concern:

This is to advise you that the Commission in Public Meeting on August 7, 2003 has adopted an Order in the above entitled proceeding.

An Order has been enclosed for your records.

DOCUMENT FOLDER

James J. McNulty

Secretary

tab encls cert. mail



PENNSYLVANIA PUBLIC UTILITY COMMISSION Harrisburg, Pennsylvania 17105-3265

Public Meeting held August 7, 2003

Commissioners Present:

Terrance J. Fitzpatrick, Chairman Robert K. Bloom, Vice Chairman Aaron Wilson, Jr. Glen R. Thomas Kim Pizzingrilli



Pennsylvania Public Utility Commission

James C. Logan Inc. UMENT
FOLDER ORDER

A-00097635 R-00038663

BY THE COMMISSION:

James C. Logan, Inc., has filed Tariff Freight Pa. PUC No. 15 on May 16, 2003 and proposes a total increase in revenues of \$67,253 to cover increased operating expenses.

Carrier proposes to increase its hourly 3 men and vehicle normal complement charge by 7.5% and its overall accessorial charges by 10.1%. Carrier currently charges \$93.00 per hour and proposes an increase to \$100.00 per hour. The present and proposed assessorial charges follow the report.

Carrier's total household goods intrastate revenue is \$1,021,650, interstate revenue is \$212,598 and total revenue is \$1,234,248 (the revenue effected by this hourly proposal is \$822,736 and the total revenue effected by this accessorial charges is \$54,930).

Carrier requests that the revised tariff becomes effective August 11, 2003. The current rates have been in effect since June 26, 2000.

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 \$67,253 (hourly charges $$822,736 \times 7.5\% = $61,705$ and accessorial charges $$54,930 \times 10.1\% = $5,548$).

INCOME AND EXPENSE STATEMENT DECEMBER 1, 2002 TO DECEMBER 31, 2002 CARRIER PROJECTED TOTALS

	Actual \$	Adjustments \$	Projection With Adjustments \$
Operating Revenue:			
Interstate	212,589	10,630	223,219
Intrastate	1,021,650	67,253	1,088,903
Total Revenues:	1,234,239	77,883	1,312,122
Operating Expenses:			
Maintenance	49,747	12,264	62,011
Transportation	350,547	23,900	374,447
Terminal	65,540	0	65,540
Traffic	174,862	0	174,862
Insurance	92,487	27,026	119,513
Administration	425,251	1,950	427,201
Taxes& Licenses	27,601	0	27,601
Depreciation	56,053	0	56,053
Total Expenses:	1,242,088	65,140	1,307,228
Net Income:	(7,849)	12,743	4,894
Operating Ratio:	100.6%		99.6%

COMPANY CLAIMED ADJUSTMENTS TO OPERATING EXPENSES

Maintenance expense – will increase by \$12,264 or 24.7% due to \$2,495 for a new transmission and battery for a forklift, \$8,070 to repair or rebuild seven trailers, \$1,199 for replacement of tires on vans and \$500 yearly increase for the maintenance man.

<u>Transportation expense</u> – will increase by \$23,900 or 6.8% due to salary increase effective July 1, 2003 for eight (8) drivers and eighteen (18) helpers.

<u>Insurance expense</u> – will increase by \$27,026 or 29.2% due to health insurance increase of \$12,899, umbrella insurance increase \$5,585, vehicle insurance increase of \$5,776, workmen's compensation increase of \$2,075 and cargo insurance increase of \$691.

Administration expense - will increase by \$1,950 for purchase of a copy machine.

<u>ANALYSIS</u>

Carrier proposes a \$67,253 increase in revenue to offset increased wage expenses of \$65,140.

In order to generate this revenue increase, Carrier proposes to increase its 3 men and vehicle normal complement charge of \$93.00 per hour to \$100.00 per hour and increase the accessorial charges by 10.1%. We conclude that the data compiled and submitted by the carrier supports this increase. The requested rate revenue will yield a 99.6 % operating ratio.

CONCLUSION

We have determined that the above financial justification supports the proposed revenue increase of \$67,253. 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. 15 be approved to become effective August 11, 2003.
- 2. That a copy of this order be served upon the carrier.

James J. McNulty

Secretary

(SEAL)

ORDER ADOPTED: August 7, 2003

ORDER ENTERED: AUG 0 8 2003

	P	R	ES	EN	T	•
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CONTAINER DESCRIPTION		COLUMN 2	COLUMN 3
		PACKING	UNPACKING
RUM, DISH-PACK (Drum, dish-pack, barrel or other specially designed			
containers, of not less than 5 cm. ft. capacity, for use in packing	1		}
elassware, chinavare, bric-a-brac, table lamps or similar fragilo]		
erticisa)	5.00	23 .0 0	12.00
ARTONS:	1.00	5.00	2.50
Loss than 3 cu. ft. (Not less than 200 1b. test)			
g cu. ft. (Not less than 200 lb. test)	2.00	9.00	4.50
6.5 cu. ft. (Not less than 200 lb. test)	3.00	10.00	5.00
5 cu. ft. (Not less than 200 lb. test)	4.00	12.00	6.00
OTE 1: When certons of more than 3 cu. ft. capacity are used and no	!		1
rate is shown for the size carron used, charges shall be based	ţ .		ì
on the rate for the next lower size carton shown.	1		,
OTE 2: Cubical content must be shown on all cartons.	10.00	4.00	2.00
ARDROBE CARTON not less than 10 cu. ft	4.50	,	1.50
ATTRESS CARTON, CRIB		3.00	
ATTRESS CARTON (Hot exceeding 39" x 54")	8.00	3.00	1.50
ATTRESS CARTOR (Not exceeding 54" x 75")	9.00	4.00	2.00
ATTRESS CARTON (Exceeding 54" x 75")	14.00	6.00	3.00
ORRUGATED CONTAINERS: Specially designed or constructed for mirrors,	7.00	19.00	9.50
paintings, glass or marble tops and similar fragile articles	}	((
RATES: Other than corrugated; specially constructed for mirrors,	•		
paintings, glass or marble tops and similar fragile articles		6 25	1.50
Gross measurement of crate		6.25	
Hinimum charge per crate	• • • • •	35.00	6.00
PAPER	616 0	0 per 25	lh hundi
PAPEK	310.0	יט אָפני בט .	ID. DUNC.
TAPE	\$ 4.00 per roll		

PROPOSED

	COLUMN 1	COLUMN 2	COLUMN 3
CONTAINER DESCRIPTION		PACKING	UNPACKING
RUM, DISH-PACK (Drum, dish-pack, barrel or other specially designed	}		1
containers, of not less than 5 cu. ft. capacity, for use in packing	į]	}
glassware, chicavere, bric-e-brac, table lamps or similar fragile			10.00
articles)	5.00	♦ 29.00	12.00
ARTONS: Less than 3 cu. ft. (Not less than 200 lb. test)	1.00	♦ 6.00	2.50
3 cu. ft. (Not less than 200 lb. test)	1		
4.5 cu. ft. (Not less than 200 lb. test)	2.00	♦ 10.00	4.50
6 cu. ft. (Not loss than 200 lb. test)	3.00	11.00	5.00
OTE 1: When carrons of more than 3 cu. ft. capacity are used and no	4.00	♦ 13.00	6.00
rate is shown for the size carton used, charges shall be based			
on the rate for the next lower size carton shown.		i ·	Í
OTE 2: Cubical content must be shown on all carrons.	j]	ļ
ARDROBE CARTON not less than 10 cu. ft	♦12 ,00	4.00	♦ 3.00
ATTRESS CARTON, CRIB	4.50	♦ 4.00	♦ 2.00
ATTRESS CARTON (Not exceeding 39" x 54")	8,00	♦ 4.00	♦ 3.00
ATTRESS CARTON (Not exceeding 54" x 75")	9.00	♦ 5.00	4.00
ATTRESS CARTON (Exceeding 54" x 75")	14.00	♦ 7.00	♦ 5.00
CRRUCATED CONTAINERS: Specially designed or constructed for mirrors,	1	1	1
paintings, glass or marble tops and similar fragile articles	7.00	19.00	9.50
RATES: Other than corrugated; specially constructed for mirrors,		1	j
paintings, glass or marble tops and similar fragile articles	}		ł
Gross measurement of crate		6.25	1.50
Minimum charge per crate		35.00	6.00