





REPORT DATE: August 5, 2005 BUREAU AGENDA NO. AUG-2005-TSM-0236* 3. BUREAU: Transportation & Safety **SECTION(S):** MCS&E **PUBLIC MEETING DATE:** 6. APPROVED BY: Director: Hoffman: 3-3846 August 25, 2005 Mgr/Spvr: Minder: 7-1168 Legal Review: 9. **EFFECTIVE DATE OF FILING: PERSONS IN CHARGE:** August 29, 2005 Rudy 3-5179 **DOCKET NO.: A-00097635**

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

R-00050853

- (b) Short summary of history & facts, documents & briefs
- (c) Recommendation
- (a) JAMES C. LOGAN, INC. **INCREASE IN RATES**
- (b) James C. Logan (Carrier), furnishes household goods in use services between points in the counties of Philadelphia, Delaware, Chester, Montgomery and Bucks, as thoroughly described in their official tariff. Carrier has filed Tariff Freight-Pa. P.U.C. No. 16 on April 28, 2005. The carrier proposes a total increase in revenues of \$72,806 to cover increased operating expenses. Carrier proposes to increase its hourly 3 men and vehicle normal complement charge by 8% in order to generate this revenue increase. Carrier currently charges \$100 per hour and proposes an increase to \$108 per hour (8%). The current hourly rates have been in effect since August 11, 2003.
- (c) The Bureau recommends that Tariff Freight Pa. PUC No. 16 be approved to become effective on August 29, 2005.

DOCUMENT **FOLDER**

11. MOTION BY: Commissioner Chm. Holland

Commissioner Shane - Yes

Commissioner Pizzingrilli - Yes **SECONDED:** Commissioner Cawley

Commissioner Fitzpatrick - Yes

CONTENT OF MOTION: Staff recommendation adopted.

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

IN REPLY PLEASE REFER TO OUR FILE

August 25, 2005

A-00097635 R-00050853

JAMES C LOGAN INC 1124 CHESTNUT ST CHESTER PA 19013

DOCUMENT FOLDER

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 25, 2005 has adopted an Order in the above entitled proceeding.

An Order has been enclosed for your records.

Very truly yours,

James J. McNulty

Secretary

rpb encls cert. mail



PENNSYLVANIA PUBLIC UTILITY COMMISSION Harrisburg, Pennsylvania 17105-3265

Public Meeting held August 25, 2005

Commissioners Present:

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

Pennsylvania Public Utility Commission v.
James C. Logan, Inc.

A-00097635 R-00050853

ORDER

BY THE COMMISSION:

James C. Logan, Inc. has filed Tariff Freight-Pa. PUC No. 16 on April 28, 2005 and proposes a total increase in revenues of \$72,806 to cover increased operating expenses. James C. Logan, Inc. transports household goods and other personal property, in use, between points in the counties of Philadelphia, Delaware, Chester, Montgomery and Bucks, further explained in its tariff at Tariff Freight-Pa. P.U.C. No. 15.

Carrier proposes to increase its hourly 3 men and vehicle normal complement charge by 8.0%. Carrier currently charges \$100.00 per hour and proposes an increase to \$108.00 per hour.

Carrier's total household goods intrastate revenue is \$1,032,840, interstate revenue is \$161,993 and total revenue is \$1,194,833 (the revenue effected by this hourly proposal is \$814,598).

Carrier requests that the revised tariff becomes effective June 27, 2005. The current rates have been in effect since August 11, 2003.

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 \$65,168 (hourly charges \$814,598 x 8.0% = \$65,168).



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

	Actual \$	Adjustments \$	Projection With Adjustments \$
Operating Revenue:			
Interstate	161,99	3 7,638	169,631
Intrastate	1,032,84	0 65,168	1,098,008
Total Revenues:	1,194,83	3 72,806	1,267,639
Operating Expenses:			
Maintenance	55,31	4 7,013	62,327
Transportation	310,71	4 39,767	350,481
Terminal	51,54	4	51,544
Traffic	181,16	2	181,162
Insurance	107,55	0 15,445	122,995
Administration	327,19	0	327,190
Taxes& Licenses	24,65	4	24,654
Depreciation	110,81	5	110,815
Total Expenses:	1,168,94	3 62,225	1,231,168
Net Income:	25,89	0 10,581	36,471
Operating Ratio:	97.8%	6	97.1%

COMPANY CLAIMED ADJUSTMENTS TO OPERATING EXPENSES

<u>Maintenance expense</u> – will increase by \$7,013. The increase was supported by receipts and invoices provided by the carrier.

<u>Transportation expense</u> – will increase by \$39,767 due to a \$2.00 salary increase effective 6/1/05 for five (5) drivers and a \$1.00 salary increase effective 6/1/05 for ten (10) helpers. The increase is based on the hours work on the previous year.

<u>Insurance expense</u> – will increase by \$15,445 due to higher premiums for health insurance, umbrella insurance, workmen's compensation increase and cargo insurance

increase. The increase is supported by invoices and statements from the respective insurance companies.

ANALYSIS

Carrier proposes a \$72,806 increase in revenue to offset increased total expenses of \$62,225 and to increase profits by \$10,581. Intrastate revenues are projected to increase by \$65,168 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 \$100.00 per hour to \$108.00 per hour. We conclude that the data compiled and submitted by the carrier supports this increase. The requested rate revenue will yield a 97.1% operating ratio.

CONCLUSION

We have determined that the above financial justification supports the proposed increase in intrastate revenues of \$65,168. 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. 16 be approved to become effective August 29, 2005.
 - 2. That a copy of this order be served upon the carrier.

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Secretary

(SEAL)

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ORDER ADOPTED: August 25, 2005

ORDER ENTERED: AUG 2 5 2005

	A. Received by (Please Print Clearly) B. Date of Delivery O. Signature Adgent Addressee
7160 3901 9843 0062 8212 3. Service Type CERTIFIED MAIL 4. Restricted Delivery? (Extra Fee) 1. Article Addressed to:	D. Is down address different from frem 11 Yes It is, enter delivery address below:
Tames C Logar An A-00097635 et al	1. P.
PS Form 381 ₁ 1, February 2003	Domestic Return Receipt

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