PENNSYLVANIA PUBLIC UTILITY COMMISSION Uniform Cover and Calendar Sheet

19

1. **REPORT DATE:**

January 5, 2007

BUREAU AGENDA NO.

MAR-2007-TSM-0044*

BUREAU:

Transportation & Safety

SECTION(S):

M. C. S. & E.

5. **PUBLIC MEETING DATE:**

APPROVED BY:

Director: Mgr/Spvr:

Hoffman: Minder:

3-3846

7-1168

Legal Review:

March 1, 2007

7. PERSONS IN CHARGE:

Kwiatkowski

6-4666

DOCKET NO.: A-00097635

R-00072165

9. **EFFECTIVE DATE OF FILING:**

March 5, 2007

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

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

(c) Recommendation

(a) JAMES C. LOGAN INCREASE IN RATES

(b) James C. Logan, Inc. (carrier) furnishes household goods in use services between points in the counties of Philadelphia, Delaware, Chester, Montgomery and Burks, as thoroughly described in the order which grants authority at Docket No. A-00097635. Carrier has filed Tariff Freight Pa. P.U.C. No. 17 on December 27, 2006 and proposes an increase in total revenues of \$28,073, which would be derived from a proportional increase in interstate and intrastate revenues. The proposed rate increase is to cover increased insurance premiums, and increases in wages and salaries. Carrier proposes to increase its hourly 3 men and vehicle normal complement charge by 7.4% in order to generate this revenue increase. Carrier currently charges \$108 per hour and proposes an increase to \$116 per hour (7.4%). The current hourly rates have been in effect since August 29, 2005. Carrier's total 2005 revenue is \$1,202,301, of which \$916,824 was derived from intrastate revenues. There are currently no outstanding fines or assessments.

(c) The Bureau recommends that Tariff Freight Pa. P.U.C. No. 17 be approved to become effective on March 5, 2007.

Order Doc. No. 650306

Cal. Sheet Doc. No. 650324

11. MOTION BY: Commissioner Chm. Holland

Commissioner Pizzingrilli - Yes Commissioner Fitzpatrick - Yes

SECONDED: Commissioner Cawley

Commissioner

CONTENT OF MOTION: Staff recommendation adopted.



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

March 1, 2007

A-00097635 R-00072165

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 March 1, 2007 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

RJP

PENNSYLVANIA PUBLIC UTILITY COMMISSION Harrisburg, Pennsylvania 17105-3265

Public Meeting held March 1, 2007

Commissioners Present:

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

DOCUMENT FOLDER

Pennsylvania Public Utility Commission

James C. Logan, Inc.

A-00097635 R-00072165

ORDER



BY THE COMMISSION:

James C. Logan, Inc. has filed Tariff Freight Pa. PUC No. 17 on December 27, 2006 and proposes a total increase in revenues of \$61,483, of which \$52,919 is from PUC operations. The proposed increase is to cover increased operating expenses and to increase profits by \$28,073. 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, as more thoroughly described in the order granting authority at A-00097635.

Carrier proposes to increase its hourly 3 men and vehicle normal complement charge by 7.4%. Carrier currently charges \$108.00 per hour and proposes an increase to \$116.00 per hour.

Carrier's total household goods intrastate revenue is \$916,824, interstate revenue is \$285,477 and total revenue is \$1,202,301 (the revenue effected by this hourly proposal is \$715,122). The current rates have been in effect since August 29, 2005.

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 \$52,919 (hourly charges \$715,122 x 7.4% = \$52,919).

INCOME AND EXPENSE STATEMENT JANUARY 1, 2005 TO DECEMBER 31, 2005 CARRIER PROJECTED TOTALS

	Actual \$	Adjustments \$	Projection With Adjustments \$
Operating Revenue:			
Interstate	285,47	7 8,564	294,041
Intrastate	916,82	4 52,919	969,743
Total Revenues:	1,202,30	1 61,483	1,263,784
Operating Expenses:			
Maintenance	52,27	5	52,275
Transportation	338,04	1 8,320	346,361
Terminal	62,40	5	62,405
Traffic	184,21	2	184,212
Insurance	107,18	3 25,090	132,273
Administration	347,14	3	347,143
Taxes& Licenses	25,14	3	25,143
Depreciation	79,08	6	79,086
Total Expenses:	1,195,48	8 33,410	1,228,898
Net Income:	6,81	3 28,073	34,886
Operating Ratio:	99.4%	6	97.2%

COMPANY CLAIMED ADJUSTMENTS TO OPERATING EXPENSES

<u>Transportation expense</u> – will increase by \$8,320 due to a \$1.00 salary increase effective 6/1/07 for three (3) drivers and a \$.50 salary increase effective 6/1/05 for two (2) helpers. The increase is based on the hours work on the previous year.

<u>Insurance expense</u> – will increase by \$25,090 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 \$61,483 increase in revenue to offset increased total expenses of \$33,410 and to increase profits by \$28,073. Intrastate revenues are projected to increase by \$52,919 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 \$108.00 per hour to \$116.00 per hour. We conclude that the data compiled and submitted by the carrier supports this increase. The requested rate revenue will yield a 97.2% operating ratio.

Staff review of Commission records reveals that:

Heritage Moving Systems, Inc. t/a Winters Movers A-00108185:

Van and three (3) man charge of \$119.00 per hour effective September 16, 2005 (Tariff Freight Pa. P.U.C. No. 15).

Parrot Head Transportation, Inc A-00119632:

Van and three (3) man charge of \$117.50 per hour effective August 19, 2005 (4th Revised Page 60-B to Tariff Freight Pa. P.U.C. No. 54 Issued by Tristate Household Goods Tariff Conference, Inc., Agent).

Jensen Movers and Storage, Inc. A-00097742:

Van and three (3) man charge of \$118.00 per hour effective August 9, 2004 (9th Revised Page 59 to Tariff Freight Pa. P.U.C. No. 54 Issued by Tristate Household Goods Tariff Conference, Inc., Agent).

CONCLUSION

We have determined that the above financial justification supports the proposed increase in intrastate revenues of \$52,919. 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. 17 be approved to become effective March 5, 2007.
 - 2. That a copy of this order be served upon the carrier.

BY THỂ COMMISSION

ames J. McNulty

Secretar

(SEAL)

ORDER ADOPTED: March 1, 2007

ORDER ENTERED: MAR 0 1 2007

2. Article Number	COMPLETE THIS SECTION ON DELIVERY 1. Received by (Please Print Clearly) 1. B. Date of Delivery 1. C. Signature 1. Agent Addressee
7106 4575 1293 1634 7322	Is detivery address different from Item 1? If YES, enter delivery address below:
3. Service Type CERTIFIED MAIL	
4. Restricted Delivery? (Extra Fee) Yes	
Article Addressed to:	
A-00097635 etal O Keineth D. Safalaff	
PS Form 3811, June 2000	Domestic Return Receipt

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