

1. <u>REPORT DATE:</u> May 1, 2007	2. <u>BUREAU AGENDA NO.</u> MAY-2007-TSM-0129*
3. <u>BUREAU:</u> Transportation & Safety	
4. <u>SECTION(S):</u> M. C. S. & E.	5. <u>PUBLIC MEETING DATE:</u>
6. <u>APPROVED BY:</u> Director: Hoffman: 3-3846 Mgr/Spvr: Minder: 7-1168 Legal Review:	May 30, 2007
7. <u>PERSONS IN CHARGE:</u> Bingaman 3-5946	9. <u>EFFECTIVE DATE OF FILING:</u> June 18, 2007
8. <u>DOCKET NO.:</u> A-00111023 R-00072405	

**DOCUMENT  
FOLDER**

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

(a) **MOODY MOVERS, INC., HOLICONG, BUCKS COUNTY  
INCREASE IN RATES**

(b) Moody Movers, Inc. (carrier) furnishes household goods in use services originating in Bucks and Montgomery Counties as thoroughly described in the order which grants authority at Docket No. A-00111023. Carrier has filed Tariff Freight Pa. PUC No. 5 on April 5, 2007 and proposes an increase in total revenues of \$64,204, of which \$57,122 would be derived from intrastate revenues and \$7,082 from interstate revenue. The proposed rate increase is to decrease the carrier's deficit and to cover increases in rent and insurance premiums. Carrier proposes to increase the accessorial by an average of \$.93 which is an average increase of 19.4% and the hourly 3 men and vehicle normal complement charge will be increased by 7.3% in order to generate this revenue increase. Carrier currently charges \$110 per hour and proposes an increase to \$118 per hour (7.3%). The current hourly rates have been in effect since September 13, 2004. There are currently no outstanding fines or assessments.

(c) The Bureau recommends that Tariff Freight Pa. PUC No. 5 be approved to become effective on June 18, 2007.

Order Doc. No. 665669

Cal. Sheet Doc. No. 665672

11. **MOTION BY:** Commissioner Chm. Holland

Commissioner Pizzigrilli - Yes  
Commissioner Fitzpatrick - Yes  
Commissioner

**SECONDED:** Commissioner Cawley

**CONTENT OF MOTION:** Staff recommendation adopted.

**BA**



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

IN REPLY PLEASE  
REFER TO OUR FILE

May 30, 2007

A-00111023  
R-00072405

DOCUMENT  
FOLDER

MOODY MOVERS INC  
PO BOX 21  
HOLICONG PA 18928

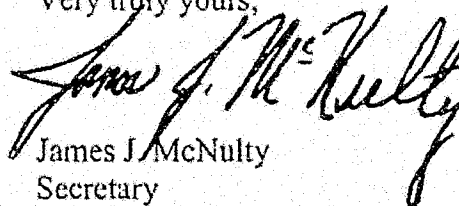
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
V.  
MOODY MOVERS INC

To Whom It May Concern:

This is to advise you that the Commission in Public Meeting on May 30, 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

**DOCKETED**  
JUN 13 2007

RJP

PENNSYLVANIA  
PUBLIC UTILITY COMMISSION  
Harrisburg, PA 17105-3265

Public Meeting held May 30, 2007

Commissioners Present:

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

DOCUMENT  
FOLDER

Pennsylvania Public Utility Commission

v.

A-00111023  
R-00072405

Moody Movers, Inc.

ORDER

**DOCKETED**  
JUN 13 2007

**BY THE COMMISSION:**

Moody Movers, Inc. (carrier) furnishes household goods in use services originating in Montgomery and Bucks Counties as thoroughly described in the order which grants authority at Docket No. A-00111023.

Carrier has filed Tariff Freight Pa. PUC No. 5, financial records, and other supporting data in support of its request on April 5, 2007. Carrier was notified by letter dated April 24, 2007 that no additional information was required and that in accordance with 66 Pa. C.S. §1308(d), the tariffs would be suspended for a period not to exceed seven months from June 18, 2007. The request is certified to the Commission for its decision without an oral hearing. The record consists of the proposed tariff, financial records, and other supporting data in support of the request.

DISCUSSION

The carrier proposes an increase in total revenues of \$64,204, of which \$57,122 would be derived from intrastate revenues and \$7,082 from interstate revenue. The proposed rate increase is to decrease the carrier's deficit and to cover increases in rent and insurance premiums.

Carrier proposes to increase the accessorial charges as well as the hourly 3 men and vehicle normal complement charge. Accessorial charges would be increased by an average of \$.93 which is an average increase of 19.4%. The hourly 3 men and vehicle normal complement charge will be increased by 7.3% in order to generate this revenue increase. Carrier currently charges \$110 per hour and proposes an increase to \$118 per hour (7.3%). The current hourly rates have been in effect since September 13, 2004.

Carrier's total 2006 revenue was \$848,806, of which \$612,736 was derived from intrastate revenues and \$236,070 was derived from interstate revenues.

The carrier submitted financial records and other supporting data in support of its request. Carrier has calculated that the increase will produce additional PUC revenues of \$57,122.

**INCOME AND EXPENSE STATEMENT**  
**JANUARY 1, 2006 TO DECEMBER 31, 2006**  
**CARRIER PROJECTED TOTALS**

	<u>Actual</u>	<u>Adjustments</u>	<u>Projection With</u> <u>Adjustments</u>
<b><u>Operating Revenues:</u></b>			
Intrastate	\$612,736	\$57,122	\$669,858
Interstate	236,070	7,082	243,152
<b><u>Total Revenues:</u></b>	<b>\$848,806</b>	<b>\$64,204</b>	<b>\$913,010</b>
<b><u>Operating Expenses:</u></b>			
Maintenance & Garage	\$ 95,513	\$10,525	\$106,038
Transportation	424,107		424,107
Traffic Solicitation or Sales	16,379		16,379
Insurance	93,752	30,211	123,963
Administrative	199,138		199,138
Operating Taxes & License	1,970		1,970
Depreciation & Amortization	42,000		42,000
<b><u>Total Expenses:</u></b>	<b>\$872,859</b>	<b>\$40,736</b>	<b>\$913,595</b>
<b><u>Total Income (loss):</u></b>	<b>(\$ 24,053)</b>	<b>\$23,468</b>	<b>(\$ 585)</b>
<b><u>Operating Ratio Before Taxes:</u></b>	<b>102.8%</b>		<b>100.1%</b>

**COMPANY CLAIMED ADJUSTMENTS TO OPERATING EXPENSES**

Maintenance & Garage expense – is projected to increase by \$10,525 or 11% due to an increase in property rent. The carrier has documented this increase to support this projection.

Insurance expense – is projected to increase by \$15,517 for health insurance premiums and \$14,694 for liability insurance premiums for a total increase of \$30,211 or 32.2%. The carrier has documented these increases to support this projection.

### ANALYSIS

The carrier proposes an increase in total revenues of \$64,204, of which \$57,122 would be derived from intrastate revenues and \$7,082 from interstate revenue. The carrier's president, Scott A. Moody, has submitted an explanation for the disparity between the amounts for the interstate and intrastate revenues. Industry growth is projected by several economic factors, of which housing starts is a significant one. Mr. Moody believes that the drop in housing starts indicates that the volume of interstate moves will be much lower resulting in lower interstate revenues.

The carrier's current operating ratio is 102.8%, and the projected income and expenses would result in an operating ratio of 100.1%. The proposed rate increase is to decrease the carrier's deficit and to cover increases in rent, health insurance premiums, and liability insurance premiums.

In order to generate the additional revenue, carrier proposes to increase the accessorial charges as well as the hourly 3 men and vehicle normal complement charge. Accessorial charges would be increased by an average of \$.93 which is an average increase of 19.4%. The hourly 3 men and vehicle normal complement charge will be increased by 7.3% in order to generate this revenue increase. Carrier currently charges \$110 per hour and proposes an increase to \$118 per hour (7.3%). The current hourly rates have been in effect since September 13, 2004.

Carrier has submitted sufficient documentation in support of the request. There are currently no outstanding fines or assessments.

Staff review of Commission records reveals that:

Jensen Movers & Storage, Inc., 9<sup>th</sup> Revised Page 59 to Tariff Freight Pa. PUC No. 54, effective August 9, 2004, provides for charges of \$118 per hour. Jensen Movers & Storage, Inc., furnishes household goods in use service originating in Bucks, Chester, Delaware, and Montgomery counties.

Ware's Van & Storage Company, Inc., 3<sup>rd</sup> Revised Page 107 to Tariff Freight Pa. PUC No. 54, effective May 22, 2006, is charging \$122 per hour. Ware's Van & Storage Company, Inc. furnishes household goods in use service originating in Bucks, Delaware, Montgomery, and Philadelphia Counties.

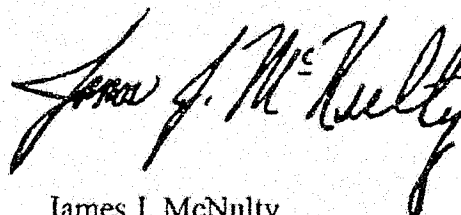
CONCLUSION

We have determined that Moody Movers, Inc. has submitted the documentary justification to support the proposed revenue increase of \$64,204. The resulting operating ratio of 100.1% 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. 5 be approved to become effective on June 18, 2007.
2. That a copy of this order be served upon the carrier.

**BY THE COMMISSION**



James J. McNulty  
Secretary

(SEAL)

**ORDER ADOPTED: May 30, 2007**

**ORDER ENTERED: MAY 30 2007**