BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF HAWAII

)

In the Matter of the Application of) WESTERN MOTOR TARIFF BUREAU, INC.) On Behalf of PHT, Inc., dba) Polynesian Hospitality, To)

Increase its Rates and Charges. WMTB Rate Notice No. 4342-8-C.

DOCKET NO. 03-0075

<u>ORDER NO. 20093</u>

1003 MAR 24 P Filed March 24, 2003 \bigcirc At 1:00 o'clock P .M. m Ę \bigcirc 5 Chief Clerk of the Commission

ATTEST: A True Copy KAREN HIGASHI Chief Clerk, Public Utilities Commission, State of Hawaii.

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In the Matter of the Application of) WESTERN MOTOR TARIFF BUREAU, INC.) On Behalf of PHT, Inc., dba) Polynesian Hospitality, To) Increase its Rates and Charges.) WMTB Rate Notice No. 4342-8-C.)

Docket No. 03-0075 Order No. 20093

<u>ORDER</u>

I.

By Rate Notice No. 4342-8-C, filed on February 26, 2003, WESTERN MOTOR TARIFF BUREAU, INC. (WMTB), on behalf of PHT, INC., dba POLYNESIAN HOSPITALITY, independently seeks, for the island of Oahu, a five per cent increase in its rates and charges, as reflected in WMTB's Passenger Tariff No. 8-C. WMTB's request is supported by cost data, attached as Exhibit III to the rate notice.

WMTB makes its request in accordance with Hawaii Revised Statutes §§ 271-20 and 271-21. The proposed effective date of its tariff changes is March 29, 2003.¹

¹By Decision and Order No. 18899, filed on September 17, 2001, in Docket No. 01-0241, the commission approved an eight per cent across-the-board rate increase for WMTB's passenger carriers statewide. WMTB's rate increase took effect on January 1, 2002. PHT, Inc., dba Polynesian Hospitality, was one of the four sample carriers utilized in WMTB's cost study.

By Decision and Order No. 19950, filed on January 7, 2003, in Docket No. 02-0362, the commission denied WMTB's request for a five per cent across-the-board rate increase for its Oahu-based passenger carriers. The commission noted in detail certain deficiencies in WMTB's supporting cost study. PHT, Inc., dba Polynesian Hospitality, was one of the three sample carriers utilized in WMTB's cost study.

Copies of the rate notice and cost support were served on the Department of Commerce and Consumer Affairs, Division of Consumer Advocacy (Consumer Advocate). On March 13, 2003, the Consumer Advocate filed a statement of non-participation.²

II.

The commission notes that WMTB utilizes 2001 data for a rate increase that proposes to take effect in March 2003. The commission finds outdated the 2001 data utilized in Exhibit III. Instead, WMTB's supporting cost data should be based on the revenues and expenses from the carrier's 2002 results of operations, for a rate increase that is proposed to take effect in the year 2003. Accordingly, the commission will dismiss without prejudice WMTB's Rate Notice No. 4342-8-C.³

III.

THE COMMISSION ORDERS:

1. WMTB'S Rate Notice No. 4342-8-C, filed on February 26, 2003, on behalf of PHT, Inc., dba Polynesian Hospitality, seeking a five per cent rate increase for the island of Oahu, is dismissed without prejudice.

²Among the reasons cited by the Consumer Advocate for its non-participation: (1) limited resources; (2) competitive nature of the motor carrier industry and the absence of market barriers; and (3) its belief that "the same criteria should be applied to determine the reasonableness of all filings by WMTB and the independent carriers."

³The commission's "dismissal without prejudice" means that WMTB is not precluded from filing a new rate notice on behalf of PHT, Inc., dba Polynesian Hospitality, seeking a rate increase.

2. WMTB, prior to filing a new rate notice seeking a rate increase, shall utilize year 2002 data in its new, updated cost support.

DONE at Honolulu, Hawaii this 24th day of March, 2003.

PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

me

Nayne H. Kimura, Chairman

Βv

Janet E. Kawelo, Commissioner

By nkley, Commissioner Greg

APPROVED AS TO FORM:

Michael Azama Commission Counsel

WMTB.43428C.sl

I hereby certify that I have this date served a copy of the foregoing <u>Order No. 20093</u> upon the following parties, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party.

DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS DIVISION OF CONSUMER ADVOCACY P. O. Box 541 Honolulu, HI 96809

ROBERT E. LEWIS MANAGER WESTERN MOTOR TARIFF BUREAU, INC. P. O. Box 30268 Honolulu, HI 96820

Karen Higashi

DATED: March 24, 2003