

**BEFORE THE PUBLIC UTILITIES COMMISSION -
OF THE STATE OF CALIFORNIA**



FILED
10-21-16
10:05 AM

Application of KanDu Rides, LLC for authority to operate as an on-call, door-to-door passenger stage corporation for service for children between scheduled pick-up and drop-off locations, pre-arranged by parents, in the geographic area of Rancho Penasquitos, a community in the Northeastern part of the City of San Diego, and the surrounding communities of 4S Ranch, Black Mountain Ranch, Carmel Mountain Ranch, Sabre Springs and part of Rancho Bernardo, and the City of Poway; and to establish a Zone of Rate Freedom.

A1610013

**APPLICATION FOR PASSENGER STAGE CORPORATION
CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY**

KanDu Rides, LLC
Attn: Jorge Bustamante, Manager
PO Box 720684
San Diego CA 92172
T-858-752-9566
Email: info@kandurides.com

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of KanDu Rides LLC

APPLICATION

The application of KanDu Rides LLC, hereinafter referred to as “Applicant”, respectfully states:

The exact name of the applicant is KanDu Rides LLC, who (or which) will do business as KanDu Rides.

The principal place of business is located at 13988 Mennonite Point, San Diego California 92129, Telephone number: 858-752-9566. Mailing address for KanDu Rides LLC is PO Box 720684 San Diego, CA 92172.

The names, titles, and address of the various officers of the company or owners or partners, and their interest are as follows: Jorge Bustamante, 100% ownership, Managing Member.

Communications in regard to this application are to be addressed to Jorge Bustamante, Managing Member, PO Box 720684 San Diego, CA 92172.

Pursuant to Public Utilities Code Section 1031, applicant requests a certificate of public convenience and necessity to establish and operate as an on-call, door-to-door transportation service for children, passenger stage corporation, for the transportation of passengers between scheduled pick-up and drop-off locations pre-arranged by parents.

The proposed fares to be assessed for this service, and rules and regulations governing the same, are as set forth in Exhibit 2 attached hereto.

Exhibit 1

Rides per Week	1	2	3	4	5+	Same pickup/dropoff
	\$ 16.00	\$ 14.00	\$ 13.00	\$ 12.00	\$ 10.00	4+ Rides \$ 9.00

- All pricing is for transportation **One-Way** from 0 – 5 miles
- Trips longer than 5 miles will be charged \$1 additional per mile
- Distance charged will be calculated using Google Maps shortest route
- Family discount of 10%
- Family/Team/Friends discount of 20% will apply when 2 or more passengers have same pickup and drop-off

KanDu Rides LLC would like to establish a Zone of Rate Freedom (ZORF), pursuant Pub. Util. Code Section 454.2 of plus or minus \$6.00. The minimum fare for a single up to 5 mile ride will be \$10.00 and the maximum fare will be \$22.00 for the same ride. While no direct competition is present at the moment, KanDu Rides LLC believes future growth of the company will invite competition therefore price flexibility will be necessary.

The proposed time schedule between the points to be served is as set forth in Exhibit 2 attached hereto.

Hours of operation for KanDu Rides, LLC will be Monday through Friday 6:30am through 6:30pm. Weekend transportation will be available on a pre-arranged basis.

A map showing the proposed route of operations is attached hereto as Exhibit 2

KanDu Rides LLC base of operations will be in Rancho Penasquitos, a suburban community in the northeastern part of the City of San Diego (Exhibit 2A).

Exhibit 2A – Community of Rancho Penasquitos



KanDu Rides LLC will also serve the surrounding communities of 4S Ranch, Black Mountain Ranch, Carmel Mountain Ranch, Sabre Springs, and parts of Rancho Bernardo and The City of Poway (Exhibit 2B).

Exhibit 2B – KanDu Rides LLC Service Area



While most rides will be less than 5 miles, the service area for KanDu Rides LLC will be approximately 25 square miles.

A description of the equipment to be operated in the proposed service is shown in exhibit 3.

KanDu Rides LLC will launch operations with one 12-passenger (Including the driver) 2009 Ford E-350 van. A copy of the current Commercial Vehicle Registration is included as Exhibit 3.

A financial statement of applicant is attached hereto as Exhibit 4.

Public convenience and necessity requires a grant of authority requested by the applicant for the following reasons:

While a few after-school programs currently provide after-school transportation to its facilities for its own customers, Rancho Penasquitos and surrounding neighborhoods lack a service that will provide transportation to many extra-curricular activities not providing its own transportation for children.

According to a Pew Research Center report dated December 2015, 73% of parents indicated that at least one child ages 6-17 participated in an athletic activity in the past 12 months.

The increased participation of children in extra-curricular activities coupled with a high percentage of dual working parent families (74% according to City-Data.com for Rancho Penasquitos) makes it difficult for families to manage their busy schedules. This represents a great opportunity in Rancho Penasquitos with a K-12 population of over 9,000 children (According to City-Data.com).

KanDu Rides projects an average of 15-20 rides per day which can increase with the addition of more vehicles in the future. This growth can be accomplished by gaining the trust of parents by providing a safe and reliable transportation with constant communication with parents (via phone/text/email). Jorge Bustamante (Managing Member), the driver/operator for the launch of the company is currently registered with TrustLine Registry and all future drivers will be fingerprinted and registered with TrustLine as well.

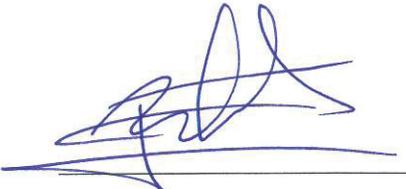
The names of all county and city governmental entities, regional transportation planning agencies and public transport operators within whose boundaries passengers will be loaded and unloaded are attached hereto as Exhibit 6

Exhibit 6

- The City of San Diego
- The City of Poway
- The County of San Diego
- Poway Unified School District
- Metropolitan Transit System

Wherefore, Applicant prays that a certificate be granted authorizing the operation of the service hereinabove describe and for such further order as may be proper.

Dated at San Diego, California, this 2nd day of October, 2016.

A handwritten signature in blue ink, consisting of several overlapping loops and a long horizontal stroke at the bottom.

Jorge Bustamante
Managing Member
KanDu Rides LLC

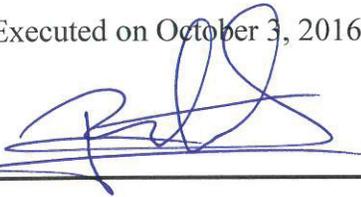
10/02/2016 10:10:10 AM
10/02/2016 10:10:10 AM
10/02/2016 10:10:10 AM

VERIFICATION

I am an officer of the applicant Limited Liability Corporation herein, and am authorized to make this verification on its behalf. The statements in the foregoing document are true of my knowledge, except as to matters which are therein stated on information or belief, and as to those matters I believe them to be true.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on October 3, 2016 at San Diego, California



Jorge Bustamante
Managing Member
KanDu Rides LLC

Scoping Memo Information for Applications

A. Category¹ (Check the category that is most appropriate)

Adjudicatory – “Adjudicatory” proceedings are: (1) enforcement investigations into possible violations of any provision of statutory law or order or rule of the Commission; and (2) complaints against regulated entities, including those complaints that challenge the accuracy of a bill, but excluding those complaints that challenge the reasonableness of rates or charges, past, present, or future.

Ratesetting – “Ratesetting” proceedings are proceedings in which the Commission sets or investigates rates for a specifically named utility (or utilities) or establishes a mechanism that in turn sets the rates for a specifically named utility (or utilities). “Ratesetting” proceedings include complaints that challenge the reasonableness of rates or charges, past, present, or future. Other proceedings may also be categorized as Ratesetting when they do not clearly fit into one category.

Quasi-legislative – “Quasi-legislative” proceedings are proceedings that establish policy or rules (including generic ratemaking policy or rules) affecting a class of regulated entities, including those proceedings in which the Commission investigates rates or practices for an entire regulated industry or class of entities within the industry.

B. Are hearings necessary? Yes **No**

If yes, identify the material disputed factual issues on which hearings should be held, and the general nature of the evidence to be introduced.

Are public witness hearings necessary? Yes **No**

Public witness hearings are set up for the purpose of getting input from the general public and any entity that will not be a party to the proceeding. Such input usually involves presenting written or oral statements to the presiding officer, not sworn testimony. Public witness statements are not subject to cross-examination.

C. Issues – List here the specific issues that need to be addressed in the proceeding.

¹ See California Public Utilities Commission Rules of Practice and Procedure, Article 2.5, especially Rules 5 and 6a, which appear on the Commission’s internet page (www.cpuoc.ca.gov) under the heading “CPUC General Information, Rules of Practice and Procedure.”

D. Schedule (Even if you checked “No” in B above) Should the Commission decide to hold hearings, indicate here the proposed schedule for completing the proceeding within 12 months (if categorized as adjudicatory) or 18 months (if categorized as ratesetting or quasi-legislative).

The schedule should include proposed dates for the following events as needed:

- _____ Prehearing conference
- _____ Hearings
- _____ Briefs due
- _____ Submission
- _____ Proposed decision (90 days after submission)
- _____ Final decision (60 days after proposed decision is mailed)

EXHIBIT 3

KanDu Rides LLC Equipment



REGISTRATION CARD VALID FROM: 07/31/2016 TO: 07/31/2017

MAKE	YR MODEL	VN 1ST SOLD	VLP CLASS	*YR	TYPE VEH	TYPE LIC	LICENSE NUMBER
FORD	2009	0000	CT	2016	37B	31	05267T1
BODY TYPE MODEL	MP	MO	AX	WC	UNLADEN/G/GW	VEHICLE ID NUMBER	
BU	G	XU	2	F	06160	1FBNE31L89DA18113	
TYPE VEHICLE USE	DATE ISSUED	CC/ALCO	DT FEE RECVD	PIC	ISSUER ISSUED		
COMMERCIAL	07/22/16	37	07/22/16	5	B1797860		
					PR EXP DATE: 07/08/2016		

REGISTERED OWNER
BUSTAMANTE JORGE
13988 MENNONITE PT

AMOUNT PAID
\$ 221.00

SAN DIEGO
CA 92129

AMOUNT DUE	AMOUNT RECVD
\$ 221.00	CASH : CHCK : CRDT : 221.00

DIRTHOLDER

K00 676 14 0022100 0003 CS K00 072216 31 05267T1 113

KanDu Rides LLC

Balance Sheet

KANDU RIDES, LLC
Balance Sheet
September 30, 2016

ASSETS

Current Assets		
UNION BANK ACC. 5986	\$	21,516.03
UNION BANK ACC. 9999		<u>100.00</u>
Total Current Assets		21,616.03
Property and Equipment		
FORD 2011		<u>13,318.85</u>
Total Property and Equipment		13,318.85
Other Assets		<u> </u>
Total Other Assets		<u>0.00</u>
Total Assets	\$	<u>34,934.88</u>

LIABILITIES AND CAPITAL

Current Liabilities		
A.D. JBG	\$	<u>150.00</u>
Total Current Liabilities		150.00
Long-Term Liabilities		<u> </u>
Total Long-Term Liabilities		<u>0.00</u>
Total Liabilities		150.00
Capital		
Member's Contribution		37,227.00
Net Income		<u>(2,442.12)</u>
Total Capital		<u>34,784.88</u>
Total Liabilities & Capital	\$	<u>34,934.88</u>

KanDu Rides LLC

Profit and Loss Statement

KANDU RIDES, LLC

*PO Box 720684
San Diego, CA 92172*

Profit & Loss Statement

for the period 1 November 2016 to 31 October 2017

Income

Estimate Revenues	\$46,800.00	
Total Income		\$46,800.00

Expenses

Preventive Maintenance	\$600.00	
Repairs	\$500.00	
Tires & Tubes	\$800.00	
Safety Education and Training Program	\$500.00	
Fuel & Oil Expenses	\$7,200.00	
Other Office Expenses	\$1,450.00	
Legal and Accounting	\$1,273.88	
Insurance PL & PD	\$5,012.00	
Depreciation	\$3,159.96	
Vehicle Registrations	\$521.00	
P,U,C, Fees & Taxes	\$1,015.00	
Total Expenses		\$22,031.84
Profit / (Loss)		\$24,768.16

ATTACHMENT A

NOTICE

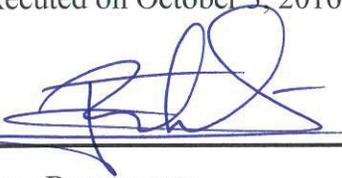
On October 3, 2016, the Application of KanDu Rides LLC dba KanDu Rides was filed with the California Public Utilities Commission, seeking a passenger stage corporation certificate to perform on-call, door-to-door transportation service for children in Rancho Penasquitos and surrounding neighborhoods, pick-up and drop-off locations to be pre-arranged by parents. Transportation will be performed in passenger vans and fees will be collected depending on frequency/distance of ride.

A copy of the Application and related exhibits will be furnished by applicant upon request. Please direct request to KanDu Rides, LLC, PO Box 720684.

CERTIFICATE OF SERVICE

I hereby certify that I have served the within application on the following named public transit operators and Notices of said filing, a copy of which is attached hereto, on all the named city and county governmental agencies, regional planning agencies and airports by mailing a copy via first-class mail with postage prepaid.

Executed on October 3, 2016 at San Diego, California



Jorge Bustamante
Managing Member
KanDu Rides LLC

DEPARTMENT OF MOTOR VEHICLES
INFORMATION SERVICES BRANCH
EMPLOYER PULL NOTICE UNIT MS H265
P.O. BOX 944231
SACRAMENTO, CA 94244



Date: 07/29/2016

Name of Requester : KANDU RIDES LLC
ATTN : JORGE BUSTAMANTE
Address : PO BX 720684
City, State Zip Code: SAN DIEGO, CA 92172

Your application for an Employer Pull Notice (EPN) Account has been processed, and is effective on the date of this letter.

Enclosed is your copy of the EPN contract reflecting your confidential requester code number; retain it along with this letter in a secure manner for future reference. This requester code is used to identify your EPN account when communicating with our EPN unit, and must be kept confidential. Please allow approximately ten days to receive your enrolled driver(s) pull notice printout(s).

For a fast, easy and secure way to send and receive electronic files directly from DMV at no additional cost, contact the Employer Pull Notice Unit by email: EPN@dmv.ca.gov or by calling (916) 657-6346. If you prefer to receive this information through an EPN Agent, you may visit DMV's website: www.dmv.ca.gov/vehindustry/epn/epngeninfo.htm#agent for a list of the only EPN agents authorized by DMV to provide this service. EPN Agents may charge additional fees.

Refer to The Department of Motor Vehicles (DMV) web site: www.dmv.ca.gov to learn more about your responsibilities as an EPN account holder. Employees that have direct or incidental access to account information must be made aware of the security requirements and confidentiality of DMV records.

A separate billing statement will be sent to all Commercial account holders from our Automated Billing Information Services (ABIS) Unit. Billing information can also be found on the DMV website. Non-payment of your EPN account may result in termination.

You may contact the Employer Pull Notice Unit by accessing our email address: EPN@dmv.ca.gov or by calling (916) 657-6346.

S PATEL
Employer Pull Notice
Information Services Branch



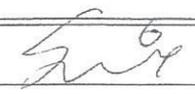
PULL NOTICE AGREEMENT

Requester DP 402

THIS AGREEMENT is made and entered into this 18 day of July, 20 16, between the STATE OF CALIFORNIA, acting by and through the DEPARTMENT OF MOTOR VEHICLES, herein called SELLER, and KanDu Rides, LLC, herein called BUYER.

BUYER desires to purchase information from SELLER'S records and SELLER will furnish information in accordance with the terms specified below:

1. SELLER will furnish said information as soon as possible after receipt of request, and will furnish a subsequent report each time a record is updated under the following conditions while the BUYER'S notification request remains valid and uncanceled: abstracts of conviction, failure to appear notices, failure to pay notices, accidents, suspensions, revocations or any other actions taken against the driving privilege or certificate.
2. BUYER will not use any information or portions of information acquired under the provisions of this Agreement for any purpose other than administering company policies in regard to the driving record requirements of employees. BUYER will not sell, assign or otherwise transfer any of the information or portions of information acquired under the provisions of this Agreement. For breach of this condition, or if the buyer fails to pay money owed the seller within 45 days of billing, the SELLER may elect to cancel this Agreement immediately upon notice to the BUYER.
3. All sensitive data, documentation, or other information, which is designated confidential by SELLER and is inadvertently made available to BUYER will be protected by BUYER from unauthorized use and disclosure.
4. BUYER agrees to defend, indemnify and hold harmless SELLER and its officers, agents and employees from any and all claims, actions, damages and losses which may be brought or alleged against SELLER, its officers, agents or employees by reason of the negligent, intentional, improper or unauthorized use or dissemination by BUYER, or its officers, agents or employees of accurate information furnished to BUYER by SELLER under this Agreement.
5. No alteration or variation of the terms of this Agreement shall be valid unless made in writing and signed by the parties hereto, and no oral understanding or agreement not incorporated herein shall be binding on any of the parties hereto.
6. This Agreement is not assignable by BUYER either in whole or in part.
7. BUYER and its agents or employees shall act in an independent capacity and not as officers, employees or agents of SELLER.
8. This Agreement is subject to any restrictions, limitations or conditions enacted by the Legislature which may affect the provisions or terms of this Agreement in any manner.
9. Except for the election of SELLER to cease furnishing information or to cancel this Agreement upon notice as above provided, this Agreement shall continue until canceled by either party upon at least thirty (30) days written notice to the other.

COMPANY NAME (PLEASE PRINT)			SIGNATURE OF AUTHORIZED DMV REPRESENTATIVE	
KanDu Rides, LLC			X 	
MAILING ADDRESS			SIGNATURE OF AUTHORIZED REPRESENTATIVE	
PO Box 720684			X 	
CITY	STATE	ZIP	PRINT NAME AND TITLE OF AUTHORIZED REPRESENTATIVE	
San Diego	CA	92172	Jorge Bustamante / Member	

LLC-1

Articles of Organization of a Limited Liability Company (LLC)

201619310099

To form a limited liability company in California, you can fill out this form, and submit for filing along with:

- A \$70 filing fee.
- A separate, non-refundable \$15 service fee also must be included, if you drop off the completed form.

Important! LLCs in California may have to pay a minimum \$800 yearly tax to the California Franchise Tax Board. For more information, go to https://www.ftb.ca.gov.

LLCs may not provide "professional services," as defined by California Corporations Code sections 13401(a) and 13401.3.

Note: Before submitting the completed form, you should consult with a private attorney for advice about your specific business needs.

FILED Secretary of State State of California

JUL 05 2016

This Space For Office Use Only

For questions about this form, go to www.sos.ca.gov/business/be/filing-tips.htm.

LLC Name (List the proposed LLC name exactly as it is to appear on the records of the California Secretary of State.)

1 KanDu Rides, LLC

Proposed LLC Name

The name must include: LLC, L.L.C., Limited Liability Company, Limited Liability Co., Ltd. Liability Co. or Ltd. Liability Company; and may not include: bank, trust, trustee, incorporated, inc., corporation, or corp., insurer, or insurance company. For general entity name requirements and restrictions, go to www.sos.ca.gov/business/be/name-availability.htm.

Purpose

2 The purpose of the limited liability company is to engage in any lawful act or activity for which a limited liability company may be organized under the California Revised Uniform Limited Liability Company Act.

LLC Addresses

3 a. 13988 Mennonite Point San Diego CA 92129
Initial Street Address of Designated Office in CA - Do not list a P.O. Box City (no abbreviations) State Zip

b. Initial Mailing Address of LLC, if different from 3a City (no abbreviations) State Zip

Service of Process (List a California resident or a California registered corporate agent that agrees to be your initial agent to accept service of process in case your LLC is sued. You may list any adult who lives in California. You may not list an LLC as the agent. Do not list an address if the agent is a California registered corporate agent as the address for service of process is already on file.)

4 a. Jorge Bustamante
Agent's Name

b. 13988 Mennonite Point, San Diego CA 92129
Agent's Street Address (if agent is not a corporation) - Do not list a P.O. Box City (no abbreviations) State Zip

Management (Check only one.)

- 5 The LLC will be managed by:
[] One Manager [] More Than One Manager [x] All Limited Liability Company Member(s)

This form must be signed by each organizer. If you need more space, attach extra pages that are 1-sided and on standard letter-sized paper (8 1/2" x 11"). All attachments are made part of these articles of organization.

Organizer - Sign here

By: Cheyenne Moseley, Assistant Secretary, LegalZoom.com, Inc.
Print your name here

Make check/money order payable to: Secretary of State
Upon filing, we will return one (1) uncertified copy of your filed document for free, and will certify the copy upon request and payment of a \$5 certification fee.

By Mail
Secretary of State
Business Entities, P.O. Box 944228
Sacramento, CA 94244-2280

Drop-Off
Secretary of State
1500 11th Street., 3rd Floor
Sacramento, CA 95814



**Secretary of State
Statement of Information
(Limited Liability Company)**

LLC-12

FILED
Secretary of State
State of California

JUL 21 2016

z1/20/pc

This Space For Office Use Only

IMPORTANT — Read instructions before completing this form.

30

Filing Fee - \$20.00

Copy Fees - Face Page \$1.00 & .50 for each attachment page,
Certification Fee - \$5.00

1. Limited Liability Company Name

KanDu Rides, LLC

2. 12-Digit Secretary of State File Number

201619310099

3. State or Place of Organization (only if formed outside of California)

4. Business Addresses

a. Street Address of Principal Office - Do not list a P.O. Box 13988 Mennonite Point	City (no abbreviations) San Diego	State CA	Zip Code 92129
b. Mailing Address of LLC, if different than item 4a	City (no abbreviations)	State	Zip Code
c. Street Address of California Office, if Item 4a is not in California - Do not list a P.O. Box 13988 Mennonite Point	City (no abbreviations) San Diego	State CA	Zip Code 92129

5. Manager(s) or Member(s) If no *managers* have been appointed or elected, provide the name and address of each *member*. At least one name and address must be listed. Attach additional pages, if necessary.

a. First Name Jorge	Middle Name	Last Name Bustamante	Suffix
b. Address 13988 Mennonite Point	City (no abbreviations) San Diego	State CA	Zip Code 92129

6. Agent for Service of Process Item 6a and 6b: If the agent is an individual, the agent must reside in California and Item 6a and 6b must be completed with the agent's name and California address. Item 6c: If the agent is a California Registered Corporate Agent, a current agent registration certificate must be on file with the California Secretary of State and Item 6c must be completed (leave Item 6a-6b blank).

a. California Agent's First Name (if agent is not a corporation) Jorge	Middle Name	Last Name Bustamante	Suffix
b. Street Address (if agent is not a corporation) - Do not list a P.O. Box 13988 Mennonite Point	City (no abbreviations) San Diego	State CA	Zip Code 92129
c. California Registered Corporate Agent's Name (if agent is a corporation) - Do not complete item 6a or 6b			

7. Type of Business

a. Describe the type of business or services of the Limited Liability Company
Transportation for Children

8. Chief Executive Officer, if elected or appointed

a. First Name	Middle Name	Last Name	Suffix
b. Address	City (no abbreviations)	State	Zip Code

9. The information contained herein, including any attachments, is true and correct.

07/14/2016

Cheyenne Moseley

Authorized Representative

Date

Type or Print Name of Person Completing the Form

Title

Signature

Return Address (Optional) (For communication from the Secretary of State related to this document, or if purchasing a copy of the filed document enter the name of a person or company and the mailing address. This information will become public when filed. SEE INSTRUCTIONS BEFORE COMPLETING.)

Name:	Cheyenne Moseley
Company:	LegalZoom.com, Inc.
Address:	101 N. Brand Blvd. 11th Floor
City/State/Zip:	Glendale, CA 91203



A Public Service Agency

THIS VALIDATED REGISTRATION CARD OR A FACSIMILE COPY IS TO BE KEPT WITH THE VEHICLE FOR WHICH IT IS ISSUED. THIS REQUIREMENT DOES NOT APPLY WHEN THE VEHICLE IS LEFT UNATTENDED. IT NEED NOT BE DISPLAYED. PRESENT IT TO ANY PEACE OFFICER UPON DEMAND. IF YOU DO NOT RECEIVE A RENEWAL NOTICE, USE THIS FORM TO PAY YOUR RENEWAL FEES OR NOTIFY THE DEPARTMENT OF MOTOR VEHICLES OF THE PLANNED NON-OPERATIONAL STATUS (PNO) OF A STORED VEHICLE. RENEWAL FEES MUST BE PAID ON OR BEFORE THE REGISTRATION EXPIRATION DATE OR PENALTIES WILL BE DUE PURSUANT TO CALIFORNIA VEHICLE CODE SECTIONS 9552 - 9554.

EVIDENCE OF LIABILITY INSURANCE FROM YOUR INSURANCE COMPANY MUST BE PROVIDED TO THE DEPARTMENT WITH THE PAYMENT OF RENEWAL FEES. EVIDENCE OF LIABILITY INSURANCE IS NOT REQUIRED WITH REGISTRATION RENEWAL OF OFF-HIGHWAY VEHICLES, TRAILERS, VESSELS, OR IF YOU FILE A PNO ON THE VEHICLE.

WHEN WRITING TO DMV, ALWAYS GIVE YOUR FULL NAME, PRESENT ADDRESS, AND THE VEHICLE MAKE, LICENSE, AND IDENTIFICATION NUMBERS.

***** DO NOT DETACH - REGISTERED OWNER INFORMATION *****



A Public Service Agency

REGISTRATION CARD VALID FROM: 07/31/2016 TO: 07/31/2017

MAKE	YR MODEL	YR 1ST SOLD	VLF CLASS	*YR	TYPE VEH	TYPE LIC	LICENSE NUMBER
FORD	2009	0000	CT	2016	37B	31	05267T1
BODY TYPE MODEL	MP	MO	AX	WC	UNLADEN/G/CGW	VEHICLE ID NUMBER	
BU	G	XU	2	F	06160	1FBNE31L89DA18113	
TYPE VEHICLE USE	DATE ISSUED		CC/ALCO	DT FEE RECVD	PIC	STICKER ISSUED	
COMMERCIAL	07/22/16		37	07/22/16	5	B1797860	
						PR EXP DATE: 07/08/2017	

REGISTERED OWNER
BUSTAMANTE JORGE
13988 MENNONITE PT

AMOUNT PAID
\$ 221.00

SAN DIEGO
CA 92129

AMOUNT DUE	AMOUNT RECVD
\$ 221.00	CASH :
	CHCK :
	CRDT : 221.00

LIENHOLDER

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
CALIFORNIA PUBLIC UTILITIES CODE
CONTROLLED SUBSTANCES AND ALCOHOL TESTING CERTIFICATION PROGRAM

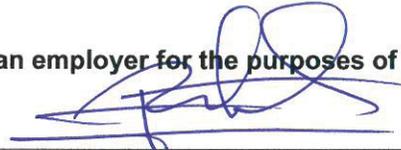
I. GENERAL PROGRAM REQUIREMENTS

All passenger stage and charter-party applicants who propose to employ drivers who will operate vehicles having a seating capacity of 15 persons or less, including the driver, must comply with the Commission's controlled substance and alcohol testing certification program requirements detailed below. Charter-party applicants who propose to employ drivers who will operate vehicles with a seating capacity of 16 persons or more, including the driver, must comply with the federal drug testing requirements for those drivers. If all of your drivers will operate vehicles with a seating capacity of 16 persons or more, you do not have to comply with the state drug testing program or complete part II below. If this is the case, sign and date on the line directly below and complete parts III and IV.

(A person who employs himself/herself as a driver is considered an employer for the purposes of these requirements.)

10/3/2016

Date



Signature

Public Utilities Code Section 5374 provides that:

The commission shall not issue or renew a charter-party carrier permit or certificate unless the applicant provides for a mandatory controlled substance and alcohol testing certification program as adopted by the commission pursuant to Section 1032.1.

Public Utilities Code Section 1032.1 states that:

1032.1 (a) The commission shall not issue a certificate of public convenience and necessity pursuant to this article unless the applicant provides for a mandatory controlled substance and alcohol testing certification program as adopted by the commission.

(b) The commission, after considering any suggestions made by the Department of the California Highway Patrol, shall adopt a program that includes, but need not be limited to, all of the following requirements:

(1) Drivers shall test negative for each of the controlled substances specified in Part 40 (commencing with Section 40.1) of Title 49 of the Code of Federal Regulations, before employment. Drivers shall test negative for these controlled substances and for alcohol at such other times as the commission, after consulting the Department of the California Highway Patrol, shall designate. As used in this section, a negative test for alcohol means an alcohol screening test showing a breath alcohol concentration of less than 0.02 percent.

(2) Procedures shall be substantially as in Part 40 (commencing with Section 40.1) of Title 49 of the Code of Federal Regulations, except that the driver shall show a valid California driver's license at the time and place of testing, and except as provided otherwise in this section. Requirements for rehabilitation and for return-to-duty and follow-up testing, and other requirements except as provided otherwise in this section, shall be substantially as in Part 382 (commencing with Section 382.101) of Title 49 of the Code of Federal Regulations.

(3) A test for one applicant shall be accepted as meeting the same requirement for any other applicant. Any negative test result shall be accepted for one year as meeting any requirement for periodic testing for that applicant or any other applicant, if the driver has not tested positive subsequent to a negative result. However, an earlier negative result shall not be accepted as meeting the pre-employment testing requirement for any subsequent employment, or any testing requirements under the program other than periodic testing.

(4) In the case of an applicant who is also a driver, test results shall be reported directly to the commission. In all other cases, results shall be reported directly to the applicant.

(5) All test results are confidential and shall not be released without the consent of the driver, except as authorized or required by law.

(6) Applicants shall be responsible for compliance with, and shall pay all costs of, this program with respect to their employees and potential employees, except that an applicant may require employees who test positive to pay the costs of rehabilitation and of return-to-duty and follow-up testing.

(7) The requirements of the program do not apply to any driver required to comply with the controlled substance and alcohol use and testing requirements of Part 382 (commencing with Section 382.101) of Title 49 of the Code of Federal Regulations, or Section 34520 of the Vehicle Code, or to any driver exempted from the provisions of that section.

(c) No evidence derived from a positive test result pursuant to the program shall be admissible in a criminal prosecution concerning unlawful possession, sale or distribution of controlled substances.

(d) On the request of an applicant, the commission shall give the applicant a list of consortia certified pursuant to Part 382 (commencing with Section 382.101) of Title 49 of the Code of Federal Regulations that the commission knows offer tests in California.

(e) The commission shall conduct random and for-cause inspections of applicants' documents supporting compliance with the program.

(f) For purposes of this section, "employment" includes self-employment as an independent driver.

Title 49 of the Code of Federal Regulations (CFR) Part 382: Controlled Substance and Alcohol Use and Testing

To fully understand what is required of you under the CFR, you must obtain a copy of Parts 40 and 382 and become familiar with their directives or obtain one of the controlled substance and alcohol testing program training kits now available on the market.

The following is a brief summary of Part 382.

The CFR requires employers to provide educational materials to their drivers which explain the requirements of Part 382 and the employer's policies and procedures with respect to meeting these requirements (382.601). Further, Part 49 requires employers to provide for a comprehensive drug testing program to ensure that drivers do not operate vehicles while being impaired by alcohol or controlled substances.

Every carrier must conduct pre-employment testing (382.301), post-accident testing (382.303), random testing (382.305) testing due to reasonable suspicion (382.307), follow-up testing (382.311), and return-to-duty testing (382.309).

Employers must advise employees of the resources available to them to resolve problems associated with the misuse of alcohol and the use of controlled substances (382.605).

Employers must ensure that supervisors are properly trained to determine whether reasonable suspicion exists to require a driver to undergo testing (382.603).

Employers shall not permit an employee who has violated the provisions of Part 382 to perform safety-sensitive functions including driving a commercial vehicle.

Title 49 of the CFR Part 40: Procedures for Transportation Workplace Drug Testing Programs

Part 40 provides for the specific procedures for conducting alcohol and controlled substance tests.

II. CONTROLLED SUBSTANCE AND ALCOHOL TESTING CERTIFICATION PROGRAM

A. Education (**Self-employed independent operator is also required to make this showing**)

Unless you have a contract for services from a company which has been prescreened by the Commission staff you must specify the materials you will use to explain to your employees your policies and procedures as an employer with respect to meeting the drug testing requirements of the CFR and PU Code Section 5374. Attach copies of any written material you will use. If you have a contract with a consultant who is setting up a program for you, write the consultant's name and telephone number in the space below and provide a copy of the contract or agreement you have with this consultant to show that you have purchased his services.

TAG/AMS, INC.

(562) 280-0177

B. Supervisor Training

All persons designated to supervise drivers must receive at least 60 minutes of training on alcohol misuse and receive at least an additional 60 minutes of training on controlled substances use. The training will be used by supervisors to determine whether reasonable suspicion exists to require a driver to undergo testing. You must show proof that your driver supervisor has completed this training or has enrolled in a training program.

Federal Regulations, or Section 34520 of the Vehicle Code, or to any driver exempted from the provisions of that section.

(c) No evidence derived from a positive test result pursuant to the program shall be admissible in a criminal prosecution concerning unlawful possession, sale or distribution of controlled substances.

(d) On the request of an applicant, the commission shall give the applicant a list of consortia certified pursuant to Part 382 (commencing with Section 382.101) of Title 49 of the Code of Federal Regulations that the commission knows offer tests in California.

(e) The commission shall conduct random and for-cause inspections of applicants' documents supporting compliance with the program.

(f) For purposes of this section, "employment" includes self-employment as an independent driver.

Title 49 of the Code of Federal Regulations (CFR) Part 382: Controlled Substance and Alcohol Use and Testing

To fully understand what is required of you under the CFR, you must obtain a copy of Parts 40 and 382 and become familiar with their directives or obtain one of the controlled substance and alcohol testing program training kits now available on the market.

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Employers must ensure that supervisors are properly trained to determine whether reasonable suspicion exists to require a driver to undergo testing (382.603).

Employers shall not permit an employee who has violated the provisions of Part 382 to perform safety-sensitive functions including driving a commercial vehicle.

Title 49 of the CFR Part 40: Procedures for Transportation Workplace Drug Testing Programs

Part 40 provides for the specific procedures for conducting alcohol and controlled substance tests.

II. CONTROLLED SUBSTANCE AND ALCOHOL TESTING CERTIFICATION PROGRAM A. Education (Self-employed independent operator is also required to make this showing)

Unless you have a contract for services from a company which has been prescreened by the Commission staff you must specify the materials you will use to explain to your employees your policies and procedures as an employer with respect to meeting the drug testing requirements of the CFR and PU Code Section 5374. Attach copies of any written material you will use. If you have a contract with a consultant who is setting up a program for you, write the consultant's name and telephone number in the space below and provide a copy of the contract or agreement you have with this consultant to show that you have purchased his services.

B. Supervisor Training

All persons designated to supervise drivers must receive at least 60 minutes of training on alcohol misuse and receive at least an additional 60 minutes of training on controlled substances use. The training will be used by supervisors to determine whether reasonable suspicion exists to require a driver to undergo testing. You must show proof that your driver supervisor has completed this training or has enrolled in a training program.

C. Provide the name and telephone number of the facility that will manage or perform your alcohol and controlled substance tests. If you have set up your own program, give us the name of the federally certified laboratory that will be performing your drug tests. If you have a contract with a consultant/company who will manage your ongoing drug testing, give us the name and telephone number of the consultant/company performing this service for you as well as a copy of the contract or agreement.

TAG/AMS, INC.

(562) 280-0177

Name

Telephone Number

C. Provide the name and telephone number of the facility that will manage or perform your alcohol and controlled substance tests. If you have set up your own program, give us the name of the federally certified laboratory that will be performing your drug tests. If you have a contract with a consultant/company who will manage your ongoing drug testing, give us the name and telephone number of the consultant/company performing this service for you as well as a copy of the contract or agreement.

Name TAG/AMS, INC. Telephone Number (562) 280-0177

D. If there is to be only one driver under the permit, you must enroll that driver in a random testing pool that is managed by an independent company/consultant and provide a copy of the contract or agreement for the random testing service. If you have a contract with a consultant/company who will be managing your testing program list the consultant's/company's name and telephone number below.

Name TAG/AMS, INC. Telephone Number (562) 280-0177

E. A driver/applicant is any applicant (individual, partner, or officer of a corporation) who is applying for charter-party carrier operating authority who will also drive one of the vehicles to be operated under the charter-party authority.

Are you, or any of the applicants, a driver-applicant?

Yes No

If yes, the driver/applicant is required to cause a copy of its controlled substance and alcohol tests results to be sent directly to the Commission. This application will not be granted until a copy of the alcohol and controlled substance tests have been received, reviewed and found to be in compliance with Chapter 405.

III. ORGANIZATIONAL REQUIREMENTS

Name and telephone number of person(s) in your business responsible for controlled substance and alcohol testing certification program who will be managing your random drug testing program:

Name JORGE BUSTAMANTE Telephone Number (858) 752-9566

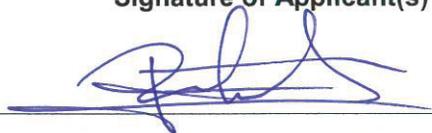
IV. CERTIFICATION

I (we) certify that I (we) have read and understand the requirements in Sections I. through III. above and that I am (we are) able to and will comply with each of them; and that the information I (we) have provide on this form, and in any attachments, is true and correct to the best of my (our) knowledge and belief. I (we) certify (or declare), under penalty of perjury, that the foregoing is true and correct

Date: 10/3/2016

JORGE BUSTAMANTE

Signature of Applicant(s)



Signature of Corporate Officer

If applicant is a corporation:

MANAGING MEMBER

Title of Corporate Officer

NON-DOT Result

Jorge Bustamante
Kandu Rides
PO BOX 720684
San Diego, CA 92172

Customer ID: 31392
Loc Code:
Lab Account: 7034392254
Desc: MEDTOX

Donor Info

SSN/ID: STAMANTE, JORGE
Donor Name: BUSTAMANTE, JORGE

Reason: Pre-Employment
Industry: NON-DOT

Test Info

Specimen ID: Z32130167
Collected: 8/19/2016

Lab: MedTox
Coll Site Name: LabCorp Facility - San Diego CA (Cam

MRO Comments:

Lab
Comments: SPECIMEN TEMPERATURE NOT RECORDED ON
CUSTODY AND CONTROL FORM.

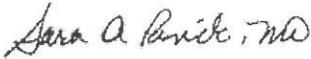
Overall Result:

Negative

Test Performed: 5 Panel NON-DOT

Substance Tested	Result	Screen	Confirm	Quant
Marijuana	Negative	50 ng/mL	15 ng/mL	
Cocaine	Negative	300 ng/mL	150 ng/mL	
Amphetamines	Negative	1000 ng/mL	500 ng/mL	
Opiates	Negative	2000 ng/mL	2000 ng/mL	
PCP	Negative	25 ng/mL	25 ng/mL	

Clients can view their test results online by visiting www.centraldrugssystem.com.



Sara A. Rinck, M.D.
Central Drug System, Inc.
Certified Through: MROCC
Cert Num: 15-11181

Date Certified: 6/3/2015

MRO CCF Received: 8/19/2016
MRO Verified: 8/22/2016 9:21 AM
Report Released By: MRO Dept
Report Released: 8/22/2016 9:21 AM



AGREEMENT - 5695

This Agreement is made this 20 day of June, 2016, by and between AMS (Aviation Medical Systems), a division of TAGAMS, Inc. with its principal place of business located at 10572 Chestnut Street Los Alamitos, CA 90720 (and hereafter called AMS) and KANDU RIDES with its principal office located at P.O. Box 720684 San Diego, CA 92172 and hereafter called the "Client" and defines the services that AMS will provide to the Client.

I. TERMS

The terms of this contract agreement shall begin on the date of the signing of this contract agreement and will remain in effect for a period of one-year ending on the first anniversary date of this contract agreement. This contract agreement is automatically renewable on a one-year basis following the initial one year contract agreement term.

II. FEE SCHEDULE

Fees for service to be performed /supplied by AMS are quoted as follows:

Annual Renewal Fee	150.00
New Account Setup Fee	50.00
Employee & Supervisor Training	Included
Additional New Employees	No Charge
D.O.T. Alcohol Test (Pricing set by individual clinic)	35.00
Drug Testing	60.00
(If done at a Quest Diagnosticts PSC or Labcorp Owned site)	15.00

(If collected at an "Out of Network" site or by a "Mobil Collector" there will be additional charges that will be negotiated prior to service)

All tests include courier services to the MEDTOX & QUEST LABORATORIES.

III. PROGRAM IMPLEMENTATION

Implementation of this contract agreement will proceed as follows:

- a. Client will provide AMS with a complete list of company locations and Employees at each of these locations requiring urine specimen collection and Testing.
- b. AMS will initiate a DOT compliance policy and program for the client.
- c. AMS will provide employee drug testing selection protocol to include:
 1. Pre-employment
 2. Periodic
 3. Random
 4. Reasonable Cause
 5. Post-accident
- d. AMS will provide the Client with a list of approved specimen collection Centers nearest the Client's locations for collection of biological specimens.

- e. Laboratories certified by the National Institute on Drug Abuse will be utilized for the testing of biological specimens, when required by Mandated Federal Testing Programs.
- f. Authorized Medical Review Officers (MRO) contracted or employed by AMS will review and reporting of positive and negative test results.
- g. A Federally required reporting and certification of Client will be provided by AMS and reported to the DOT under current regulations.
- h. AMS will provide rehabilitation referral services for Client employees as required. Charges for these rehabilitation referral services will be quoted as the need arises.

IV. COORDINATION OF ACTIVITIES

All activities described in Paragraphs I and III will be coordinated through one Person within the Client Corporation by representatives to AMS to ensure proper implementation.

V. INDEMNIFICATION

AMS is an independent contractor providing the Client with the administration of mandated drug testing programs described herein, and a system of services to support the reliability of such a program in legal and administrative proceedings. AMS agrees to indemnify the Client from and against any and all claims arising out of its submission of data or analytical results which are false or incorrect, whether as a result of willful, intentional or negligent act or omission.

As an independent contractor, AMS shall not be deemed to be engaged either directly or indirectly in the business of the Client or deemed to be an agent of the Client. AMS does not have any control of the enforcement of the Client's policy or actions of the Client's personnel. The Client agrees to indemnify and hold harmless AMS, its parents, subsidiaries and affiliates from any loss, including attorney fees and court costs, damage or claim brought by first parties, or whatever nature, allegedly, arising out of or resulting from any willful act or any negligent act of omission on the part of the Client, its agents or employees, whether or not the party actually bringing the claim actually prevails.

VI. FORCE MAJEURE

AMS shall not be held responsible or liable to the Client for failure or delay in performance by AMS which is not otherwise excused and which results from or is due to, directly or indirectly an in whole or part, any cause or circumstances beyond the reasonable control of AMS.

VII. PAYMENT TERMS

Payment terms are net ten (10) days after the date of any invoice of AMS to the Client. All overdue payments shall be subject to an additional interest and service charge calculated at the rate of one and one half percent (1.5%) per month from the due date until the date of payment.

VIII. LOSS OF VERIFICATION

Should either party for any reason violate the terms of the contract agreement or mandated compliance, they shall (if the violations cannot be satisfied) have the right to cancel this contract agreement in writing and shall notify the appropriate contracting or regulating agency of the violations of the compliance program and shall notify said agency that AMS is no longer responsible for administration of said program.

IX. ENTIRE AGREEMENT

These terms and conditions shall constitute the entire agreement and understanding between AMS and the Client.

X. SURVIVAL OF AGREEMENT

The provisions of this contract agreement relating to indemnification and confidential information shall survive any expiration or termination of this agreement.

ACCEPTED BY:

Date 6/30/16



Program Manager

Date 7-5-16



Rick Denver
President

PLEASE SIGN AND DATE