

fact insofar as such findings were supported by substantial evidence. For instance, in *San Diego Land Company v. National City*,¹⁷¹ the Court declared that “the courts cannot, after [a legislative body] has fairly and fully investigated and acted, by fixing what it believes to be reasonable rates, step in and say its action shall be set aside and nullified because the courts, upon a similar investigation, have come to a different conclusion as to the reasonableness of the rates fixed. . . . [J]udicial interference should never occur unless the case presents, clearly and beyond all doubt, such a flagrant attack upon the rights of property under the guise of regulations as to compel the court to say that the rates prescribed will necessarily have the effect to deny just compensation for private property taken for the public use.” And, later, in a similar case,¹⁷² the Court expressed even more clearly its reluctance to reexamine ordinary factual determinations, writing, “we do not feel bound to reexamine and weigh all the evidence . . . or to proceed according to our independent opinion as to what were proper rates. It is enough if we cannot say that it was impossible for a fair-minded board to come to the result which was reached.”¹⁷³

These standards of review were, however, abruptly rejected by the Court in *Ohio Valley Water Co. v. Ben Avon Borough*¹⁷⁴ as being no longer sufficient to satisfy the requirements of due process, ushering in a long period during which courts substantively evaluated the reasonableness of rate settings. The U.S. Supreme Court

¹⁷¹ 174 U.S. 739, 750, 754 (1899). See also *Minnesota Rate Cases* (Simpson v. Shepard), 230 U.S. 352, 433 (1913).

¹⁷² *San Diego Land & Town Co. v. Jasper*, 189 U.S. 439, 441, 442 (1903). See also *Van Dyke v. Geary*, 244 U.S. 39 (1917); *Georgia Ry. v. Railroad Comm’n*, 262 U.S. 625, 634 (1923).

¹⁷³ Moreover, in reviewing orders of the Interstate Commerce Commission, the Court, at least in earlier years, chose to be guided by approximately the same standards it had originally formulated for examining regulations of state commissions. The following excerpt from its holding in *ICC v. Union Pacific R.R.*, 222 U.S. 541, 547–48 (1912) represents an adequate summation of the law as it stood prior to 1920: “[Q]uestions of fact may be involved in the determination of questions of law, so that an order, regular on its face, may be set aside if it appears that . . . the rate is so low as to be confiscatory . . . ; or if the Commission acted so arbitrarily and unjustly as to fix rates contrary to evidence, or without evidence to support it; or . . . if the authority therein involved has been exercised in such an unreasonable manner as to cause it to be within the elementary rule that the substance, and not the shadow, determines the validity of the exercise of the power. . . . In determining these mixed questions of law and fact, the court confines itself to the ultimate question as to whether the Commission acted within its power. It will not consider the expediency or wisdom of the order, or whether, on like testimony, it would have made a similar ruling . . . [The Commission’s] conclusion, of course, is subject to review, but when supported by evidence is accepted as final; not that its decision . . . can be supported by a mere scintilla of proof—but the courts will not examine the facts further than to determine whether there was substantial evidence to sustain the order.” See also *ICC v. Illinois Cent. R.R.*, 215 U.S. 452, 470 (1910).

¹⁷⁴ 253 U.S. 287 (1920).