Committee on Transportation and Infrastructure United States House of Representatives Washington, D.C. 20515

## Dear Representative:

As you consider Federal Aviation Administration (FAA) reauthorization legislation, the undersigned organizations, representing trucking, railroads, manufacturers, distributors, bakers, movers, retailers, food suppliers, packers and processors, traders, and restaurateurs, ask you to clarify the preemption provision of the FAA Authorization Act of 1994 (FAAAA) to restore the goals Congress intended when it sought national uniformity for motor carriers in the transportation of property.

In 1994, Congress passed the preemption provision of the FAAAA to promote market-driven services and productivity in the trucking industry and to facilitate interstate commerce by providing a uniform system of federal rules rather than a 50-state patchwork that would inhibit the movement of freight throughout the country. As Congress observed when it enacted the FAAAA, "the sheer diversity of [state] regulatory schemes is a huge problem for national and regional carriers attempting to conduct a standard way of doing business." Congress determined that allowing states to impose their individual policy preferences on the trucking industry "causes significant inefficiencies, increased costs, reduction of competition, inhibition of innovation and technology and curtails the expansion of markets." <sup>2</sup>

Therefore, Congress broadly preempted state laws and regulations to the extent they relate to motor carriers' prices, routes, or services. The Supreme Court has repeatedly explained that the language chosen by Congress reflects a very broad preemptive purpose, regardless of whether the effect on carrier prices, routes or services is direct or indirect, as long as the effect is more than tenuous or remote. However, some courts—particularly the Ninth Circuit—have consistently failed to faithfully implement Congress' goals. The upshot is serious inefficiencies that harm not just motor carriers, but the shippers and consumers who rely on trucks to move their goods, and, by extension, the national economy.

As such, we encourage you to include language in the FAA reauthorization bill clarifying that the existing law preempts two specific types of state laws that especially affect efficiency, productivity, and safety:

- (1) State break requirements that go beyond the nationally-uniform break requirements of the applicable federal regulations; and
- (2) State laws interfering with industry-standard piece-rate pay practices that conform to federal law and not only ensure employees earn as much as they would if paid by the hour at the local minimum wage, but also enable them to earn much more.

This clarification will preserve the ability of trucking companies to provide the level of service that the Federal Motor Carrier Safety Administration (FMCSA) has determined is consistent with safe operations and driver welfare; and that they can continue to make use of pay systems that reward efficiency and productivity.

<sup>&</sup>lt;sup>1</sup> H.R. Conf. Rep. No. 103-677 at 87 (1994).

 $<sup>^2</sup>$  Ibid.

Thank you for your consideration of this important matter. We look forward to working with you to enact a sensible solution this year.

## Sincerely,

Agricultural & Food Transporters Conference

Agriculture Transportation Coalition

American Bakers Association

American Frozen Food Institute

American Moving & Storage Association

American Trucking Associations

Association of American Railroads

**Automobile Carriers Conference** 

Customized Logistics and Delivery Association

Food Marketing Institute

Global Cold Chain Alliance

Intermodal Association of North America

Intermodal Motor Carriers Conference

International Association of Refrigerated Warehouses

International Foodservice Distributors Association

International Refrigerated Transportation Association

Meat Import Council of America

National Association of Manufacturers

National Association of Wholesaler-Distributors

National Council of Chain Restaurants

National Private Truck Council

National Restaurant Association

National Retail Federation

National Shippers Strategic Transportation Council

National Tank Truck Carriers

North American Meat Institute

Regional and Distribution Carriers Conference

Retail Industry Leaders Association

Truck Renting and Leasing Association

**Truckload Carriers Association** 

U.S. Chamber of Commerce

United Fresh Produce Association

United States Hide, Skin and Leather Association

## The 50 ATA-Affiliated State Trucking Associations

Alabama Trucking Association, Inc.

Alaska Trucking Association, Inc.

Arizona Trucking Association

**Arkansas Trucking Association** 

California Trucking Association

Colorado Motor Carriers Association

Motor Transport Association of Connecticut, Inc.

Delaware Motor Transport Association, Inc.

Florida Trucking Association, Inc.

Georgia Motor Trucking Association, Inc.

Hawaii Transportation Association

Idaho Trucking Association

Illinois Trucking Association, Inc.

Indiana Motor Truck Association, Inc.

Iowa Motor Truck Association, Inc.

Kansas Motor Carriers Association

Kentucky Trucking Association

Louisiana Motor Transport Association, Inc.

Maine Motor Transport Association, Inc.

Maryland Motor Truck Association, Inc.

Massachusetts Motor Transportation Association, Inc.

Michigan Trucking Association, Inc.

Minnesota Trucking Association

Mississippi Trucking Association

Missouri Trucking Association

Motor Carriers of Montana

Nebraska Trucking Association

Nevada Trucking Association, Inc.

New Hampshire Motor Transport Association

New Jersey Motor Truck Association

New Mexico Trucking Association

New York State Motor Truck Association

North Carolina Trucking Association

North Dakota Motor Carriers Association, Inc.

Ohio Trucking Association

Oklahoma Trucking Association

Oregon Trucking Associations, Inc.

Pennsylvania Motor Truck Association

Rhode Island Trucking Association, Inc.

South Carolina Trucking Association, Inc.

South Dakota Trucking Association

Tennessee Trucking Association

**Texas Trucking Association** 

**Utah Trucking Association** 

Vermont Truck & Bus Association, Inc.

Virginia Trucking Association

Washington Trucking Associations

West Virginia Trucking Association, Inc.

Wisconsin Motor Carriers Association

Wyoming Trucking Association, Inc.