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BILL ANALYSIS

JUN 01 1988

Senate Fiscal Agency

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Senate Bill 702 (Substitute S-2 as reported)

Sponsor: Senator William Faust

Committee: State Affairs, Tourism, and Transportation

Date Completed: 5-9-88

SUMMARY OF SENATE BILL 702 (Substitute S-2):

The bill would amend the Motor Carrier Act to prohibit a motor carrier from engaging in the interstate transportation of property for compensation without first registering with the Michigan Public Service Commission (PSC). The bill also would:

- Require a motor carrier operating in this State under authority granted by the Interstate Commerce Commission to file and keep a record of that authority with the PSC.
- Prohibit a motor carrier from engaging in the interstate transportation of property in this State under exemptions from economic regulation permitted under the Interstate Commerce Act unless the PSC approved an application for the registration of the exempt operations.
- Provide that the fee levied on an interstate or foreign motor carrier licensed in another state or a province of Canada would be equal to the fee charged to a Michigan-licensed motor carrier in that state or province, and allow the PSC to enter into a reciprocal agreement with a state or province relating to motor carrier regulatory fees or taxes, and waive this fee.
- Provide for the fees collected under the bill to be deposited in the Truck Safety Fund (proposed by Senate Bill 703).
- Increase from \$50 to \$100 the annual fee for each vehicle operated by a motor carrier registered in Michigan and operating entirely in interstate commerce.

The bill is tie-barred to Senate Bills 700 and 703.

MCL 478.2

Legislative Analyst: S. Margules

FISCAL IMPACT

The Department of Transportation estimates that \$200,000-\$600,000 in additional revenue would be generated annually.

The Motor Carrier Division of the Public Service Commission estimates \$100,000 in new administrative costs resulting from the bill.

Fiscal Analyst: B. Bowerman

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