### August 6, 2020

The Honorable Roger Wicker Chairman, Committee on Commerce, Science and Transportation United States Senate 555 Dirksen Senate Office Building Washington, D.C. 20510 The Honorable Maria Cantwell
Ranking Member, Committee on
Commerce, Science and Transportation
United States Senate
511 Hart Senate Office Building
Washington, D.C. 20510

# RE: Highway Bill

Dear Chairman Wicker and Ranking Member Cantwell:

The undersigned organizations thank you and your staff for the countless hours of work and dedication you are collectively contributing in the development of the next highway bill.

The farmers, ranchers, food and beverage manufacturers, processors, package suppliers, farm supply dealers and agricultural product marketers that make up our memberships are dedicated to providing the safe, abundant and affordable food, fiber and other agricultural products required to ensure our country stays healthy and secure.

During the early stages of the COVID-19 pandemic, various supply chains experienced major disruptions, including the food and agricultural supply chain, whose workforce along with truck drivers have been identified as essential critical infrastructure workers in the guidance provided by the U.S. Department of Homeland Security's Cybersecurity and Infrastructure Security Agency. Arguably, the disruptions to the food, fiber and agricultural supply chains were the most severe our nation has faced since the first and second world wars. The importance of flexible trucking policy was clear as the food, agricultural and trucking industries worked together to adapt supply chains to ensure essential products continued to be available when and where they were needed.

We appreciate the opportunity to share some of the lessons we learned during the early stages of the pandemic and since the last highway bill reauthorization about the trucking policies that are of greatest importance in ensuring the resiliency of the food and agricultural supply chain.

### **Exemptions**

Exemptions to hours-of-service rules remain vitally important to the food and agriculture industry due to surges in trucking capacity that are needed for various reasons throughout the year, such as to accommodate the seasonal spikes in transportation of food, fiber and other agricultural supplies to facilitate the growing, harvesting, processing and distribution of food and agricultural products. Since its inception in 1995, the agricultural operations exemption has provided the required flexibility for our industry. Given its strong transportation safety

record, Congress has incrementally modified policies to enhance its usefulness to help ensure a more efficient freight transportation distribution system.

We urge four more incremental changes to the agricultural exemption to further enhance its effectiveness. First, we recommend eliminating the "planting and harvesting periods" provision requirements to ensure uniformity within all states. A majority of the states already have adopted a year-round agricultural exemption (Jan. 1 - Dec. 31) given the diverse range of crops and modern agricultural practices being implemented by the industry.

Second, we recommend providing a 150-air-miles exemption from HOS regulations on the backend of hauls for those transporting agricultural commodities. This builds on the current exemption for the beginning of hauls at the "source" and simply would add the term "destination." Originally, the front-end exemption was put in place to give farmers and ranchers extra time to safely and slowly navigate rural roads, which are oftentimes gravel with significantly slower speed limits, and to not penalize drivers for doing their job safely in remote areas away from major highways.

All of the identified concerns (rural roads, slower travel to achieve safety, and slower animal handling to achieve safety and animal welfare) exist at the destination of a haul. Destination feed yards and pastures often are located in areas that are just as remote as source pastures and sale barns. In addition, processing facilities typically have long lines and demand the same need for careful, slow animal handling. This language also would address the very real concern of those who come close to their destinations and then "run out of time," forcing them to leave livestock on their trailers for 10 consecutive hours while only being a short distance from their destination. This is impractical, illogical, and detrimental to animal welfare.

Third, we request the inclusion of an FMCSA pilot program for transporters of farm supplies that would be allowed to operate under an expanded air-mile radius where the agency can collect data from participating agribusinesses over a multi-year period to confirm there are no adverse impacts on transportation safety. Farm supply transporters continue to be affected adversely by industry consolidation and driver shortages.

Fourth, for purposes of determining eligible freight for the agricultural exemption, the current definition of an agricultural commodity, albeit vague, has worked well for most of the industry for many years. The definition has allowed the industry, the Agency and enforcement officials the flexibility to interpret it broadly. As agriculture, and its supply chain, continue to evolve, we have begun to realize that certain interpretations are not sufficient for inclusion of those everevolving products and processes. Agricultural practices that occurred 30, 40 or 50 years ago have changed drastically, and practices occurring 30, 40 or 50 years from now will undoubtedly follow a similar evolution. We believe the following proposed definition appropriately covers current agricultural products and allows for continued evolution of any agricultural commodities in the future:

## Proposed Definition of an Agricultural Commodity

- Any products planted or harvested for food, feed, fuel or fiber;
- Any non-human living animals (including fish, insects, and livestock as defined in Sec. 602 of the Emergency Livestock Feed Assistance Act of 1988 [7 U.S.C. 1471]) and the products thereof, to include, but are not limited to milk, eggs, honey, etc.;
- Agricultural, forestry, aquaculture, horticultural and floricultural commodities;
- Fresh or minimally processed fruits and vegetables (including product that is rinsed, cooled, cut, ripened, or as further defined by the Secretary);
- Animal feed (including ingredients);

## **Load-Shifting**

To address load-shifting during transport, we respectfully urge the adoption of a 10 percent load-shift axle tolerance for trucks transporting cargo in trailers specifically designed to hold dry bulk goods. The load-shift tolerance would increase the maximum weight limit for axles or axle groups but would leave the maximum gross vehicle weight limit untouched.

### Minimum Financial Responsibility

Lastly, we are supportive of the current \$750,000 minimum financial responsibility requirement for motor carriers. Anecdotally, our understanding is that the average annual insurance premium to comply with the current \$750,000 minimum financial responsibility requirement is about \$5,000 for each truck. We believe increases in the minimum financial responsibility requirement would further increase this cost burden and could lead to the introduction of higher truck rates and fewer for-hire motor carriers, with no demonstrable improvement in motor carrier safety. We believe factors other than financial requirements influence the safety of truck drivers on U.S. roadways, including such elements as the condition of roadway surfaces and the behavior of other drivers, including those not driving trucks.

On behalf of our collective memberships of farmers, ranchers, food and beverage manufacturers, processors, package suppliers, farm supply dealers and agricultural product marketers, we appreciate your efforts to create a highly efficient and safe transportation system that will help U.S. food and agriculture fulfill its role in providing essential products to consumers.

We would be pleased to respond to any questions you may have.

Sincerely,

Agribusiness Council of Indiana
Agricultural and Food Transporters Conference
Agricultural Council of California
Agricultural Retailers Association
Agriculture Transportation Coalition

Alabama Cattlemen's Association

American Beekeeping Federation

American Farm Bureau Federation

American Forest and Paper Association

American Honey Producers Association

American National CattleWomen

American Seed Trade Association

American Sheep Industry Assn

American Soybean Association

Arizona Cattle Growers' Association

Arkansas Cattlemen's Association

California Cattlemen's Association

Colorado Cattlemen's Association

Colorado Livestock Association

Corn Refiners Association

Florida Cattlemen's Association

Georgia Cattlemen's Association

Grain and Feed Association of Illinois

Hawaii Cattlemen's Council, Inc.

Idaho Cattle Association

Idaho-Oregon Fruit and Vegetable Association

Illinois Beef Association

Indiana Beef Cattle Association

Institute of Shortening and Edible Oils

Iowa Cattlemen's Association

Kansas Agribusiness Retailers Association

Kansas Grain and Feed Association

Kansas Livestock Association

Kentucky Cattlemen's Association

Livestock Marketing Association

Louisiana Cattlemen's Association

Maryland Cattlemen's Association

Michigan Agri-Business Association

Michigan Cattlemen's Association

Minnesota Grain and Feed Association

Minnesota State Cattlemen's Association

Mississippi Cattlemen's Association

Missouri Agribusiness Association

Missouri Cattlemen's Association

Montana Agricultural Business Association

Montana Grain Elevator Association

Montana Stockgrowers Association

National Aquaculture Association

National Association of Wheat Growers

**National Barley Growers Association** 

National Cattlemen's Beef Association

**National Cotton Council** 

**National Council of Farmer Cooperatives** 

National Grain and Feed Association

**National Grange** 

National Milk Producers Federation

National Oilseed Processors Association

National Pasta Association

National Pork Producers Council

National Potato Council

**National Sunflower Association** 

Nebraska Cattlemen

Nebraska Grain and Feed Association

Nevada Cattlemen's Association

New Mexico Cattle Growers Association

North American Meat Institute

North American Millers' Association

North American Renderers Association

North Carolina Cattlemen's Association

North Dakota Grain Dealers Association

North Dakota Stockmen's Association

Northeast Agribusiness and Feed Alliance

Ohio AgriBusiness Association

Ohio Cattlemen's Association

Oklahoma Cattlemen's Association

Pet Food Institute

**Produce Marketing Association** 

Renew Kansas Biofuels Association

Rocky Mountain Agribusiness Association

South Dakota Cattlemen's Association

South Dakota Grain and Feed Association

Soy Transportation Coalition

Specialty Soya & Grains Alliance

Tennessee Cattlemen's Association

Texas & Southwestern Cattle Raisers Association

**Texas Cattle Feeders Association** 

Texas Grain and Feed Association

The Fertilizer Institute

United Dairymen of Arizona

**United Fresh Produce Association** 

USA Dry Pea & Lentil Council

**USA Rice** 

U.S. Canola Association

Utah Cattlemen's Association
Virginia Cattlemen's Association
Washington Cattle Feeders Association
Western Growers
West Virginia Cattlemen's Association
Wisconsin Agri-Business Association
Wisconsin Cattlemen's Association
Wyoming Stock Growers Association

CC: Sen. Deb Fischer, Subcommittee Chair for Transportation and Safety Sen. Tammy Duckworth, Subcommittee Ranking Member for Transportation and Safety