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End of Workshop #2 Industry Check-in

Priority

#2

#2

#1

#2 13

Issues		Industry Comments
Rate/Fares Methodologies		
1.	Establish a banded rate methodology. (As proposed, this option would remove the need for fuel surcharge filings).	ok, reduce band to 5% makes life simpler.
2.	Establish a return on investment methodology.	No, complicated
3.	Maintain status quo - entry and ratemaking methodology (Operating Ratio 93).	Not too bad; We're supporting what regulators
4.	Develop alternative approaches within the operating ratio method using Lurito/Gallagher and Kosh turnover ratio methodology.	No - too complex
5.	Rate base rate of return.	No - too complex, often tough to monitor
Proposals to change current UTC procedures		
6.	Create a pass-through process for fuel expenses with true up.	We don't mind fuel surcharge process vs. losing on pass through
7.	Allow carriers to file promotional rates on one-day notice. Valid for 90 days.	-90 days too long. - Reduce to 14-21 days promos
Operations		
8.	Maintain strict entry standards.	Yes please
9.	Create rules outlining ratemaking methodology.	good idea but not #1 priority
10.	Increase enforcement against illegal carriers.	Yes please
11.	Additional emphasis on safety standards and service quality.	Yes please
Legislation		
12.	Propose legislation to eliminate entry and rate regulation, but maintain registration, safety standards and insurance.	No
Other issues for consideration		

93% ok; with commissions blessing to hit 90% without penalty. Also simplify fuel surcharge process →

14 - allow forward locking statements - COLA type of thing