Board, as applicable, shall exempt a person, class of persons, or a transaction or service from the application, in whole or in part, of a provision of this part, or use this exemption authority to modify the application of a provision of this part as it applies to such person, class, transaction, or service, when the Secretary or Board finds that the application of that provision—

- (1) is not necessary to carry out the transportation policy of section 13101;
- (2) is not needed to protect shippers from the abuse of market power or that the transaction or service is of limited scope; and
  - (3) is in the public interest.
- (b) INITIATION OF PROCEEDING.—The Secretary or Board, as applicable, may, where appropriate, begin a proceeding under this section on the Secretary's or Board's own initiative or on application by an interested party.
- (c) PERIOD OF EXEMPTION.—The Secretary or Board, as applicable, may specify the period of time during which an exemption granted under this section is effective.
- (d) REVOCATION.—The Secretary or Board, as applicable, may revoke an exemption, to the extent specified, on finding that application of a provision of this part to the person, class, or transportation is necessary to carry out the transportation policy of section 13101.

#### (e) LIMITATIONS.-

- (1) IN GENERAL.—The exemption authority under this section may not be used to relieve a person from the application of, and compliance with, any law, rule, regulation, standard, or order pertaining to cargo loss and damage, insurance, safety fitness, or activities approved under section 13703 or 14302 or not terminated under section 13907(d)(2).
- (2) WATER CARRIERS.—The Secretary or Board, as applicable, may not exempt a water carrier from the application of, or compliance with, section 13701 or 13702 for transportation in the non-contiguous domestic trade.
- (f) CONTINUATION OF CERTAIN EXISTING EXEMPTIONS FOR WATER CARRIERS.—The Secretary or Board, as applicable, shall not regulate or exercise jurisdiction under this part over the transportation by water carrier in the non-contiguous domestic trade of any cargo or type of cargo or service which was not subject to regulation by, or under the jurisdiction of, either the Federal Maritime Commission or Interstate Commerce Commission under Federal law in effect on November 1, 1995.

(Added Pub. L. 104-88, title I, §103, Dec. 29, 1995, 109 Stat. 866.)

### PRIOR PROVISIONS

Provisions similar to those in this section were contained in section 10505 of this title prior to the general amendment of this subtitle by Pub. L. 104-88,  $\S102(a)$ .

## ABOLITION OF INTERSTATE COMMERCE COMMISSION

Interstate Commerce Commission abolished by section 101 of Pub. L. 104-88, set out as a note under section 1301 of this title.

#### CHAPTER 137—RATES AND THROUGH ROUTES

Sec. 13701. Requirements for reasonable rates, classifica-

tions, through routes, rules, and practices for certain transportation.

13702. Tariff requirement for certain transportation. 13703. Certain collective activities; exemption from

antitrust laws.
13704. Household goods rates—estimates; guarantees

of service.

13705. Requirements for through routes among motor carriers of passengers.

13706. Liability for payment of rates.

13707. Payment of rates.

13708. Billing and collecting practices.

13709. Procedures for resolving claims involving unfiled, negotiated transportation rates.

13710. Additional billing and collecting practices.

13711. Alternative procedure for resolving undercharge disputes.

13712. Government traffic.

13713. Food and grocery transportation.

# § 13701. Requirements for reasonable rates, classifications, through routes, rules, and practices for certain transportation

#### (a) Reasonableness.—

- (1) CERTAIN HOUSEHOLD GOODS TRANSPORTATION; JOINT RATES INVOLVING WATER TRANSPORTATION.—A rate, classification, rule, or practice related to transportation or service provided by a carrier subject to jurisdiction under chapter 135 for transportation or service involving—
  - (A) a movement of household goods,
  - (B) a rate for a movement by or with a water carrier in noncontiguous domestic trade, or
  - (C) rates, rules, and classifications made collectively by motor carriers under agreements approved pursuant to section 13703,

must be reasonable.

- (2) Through routes and divisions of joint rates for such transportation or service must be reasonable.
- (b) PRESCRIPTION BY BOARD FOR VIOLATIONS.—When the Board finds it necessary to stop or prevent a violation of subsection (a), the Board shall prescribe the rate, classification, rule, practice, through route, or division of joint rates to be applied for such transportation or service.
- (c) FILING OF COMPLAINT.—A complaint that a rate, classification, rule, or practice in noncontiguous domestic trade violates subsection (a) may be filed with the Board.
  - (d) ZONE OF REASONABLENESS.—
  - (1) IN GENERAL.—For purposes of this section, a rate or division of a motor carrier for service in noncontiguous domestic trade or water carrier for port-to-port service in that trade is reasonable if the aggregate of increases and decreases in any such rate or division is not more than 7.5 percent above, or more than 10 percent below, the rate or division in effect 1 year before the effective date of the proposed rate or division.
  - (2) ADJUSTMENTS TO THE ZONE.—The percentage specified in paragraph (1) shall be in-