

L.

*Current Language:*

22. What about when a motor carrier leases to another motor carrier? Who pays?

If the motor carrier maintains its registration status as an interstate motor carrier with FMCSA then both entities are required to pay. If the leasing motor carrier has all of its vehicles leased under a long term lease to another motor carrier then it would pay at the lowest fee level (Bracket 1).

*Proposed Revised Language:*

**22. If one motor carrier leases a vehicle to another motor carrier, which one is required to pay the UCR fee on the vehicle?**

**Assuming that both the lessor and lessee motor carriers operate in interstate commerce during the registration year, both will be subject to UCR. For purposes of calculating the UCR fees, the leased vehicle is to be counted in the fleet of the carrier that operates the vehicle during the registration year. If both carriers operate it during the registration year, the vehicle should be counted in *both* carriers' fleets.**

**On the other hand, if one of the carriers here is an owner-operator that does not maintain his own operating authority or operate as a carrier himself, the vehicle should only be counted as a part of the fleet of the carrier to which the vehicle is leased.**

M.

*[delete Q & A No. 7 as obsolete]*