

# ANNUAL REPORT 2022-2023



Prepared and submitted in accordance with Section 13 of the *Container Trucking Act* of the Province of British Columbia

#### OFFICE OF THE BRITISH COLUMBIA CONTAINER TRUCKING COMMISSIONER

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August 31, 2023



To the Minister of Transportation and Infrastructure

Vancouver, BC

August 31, 2023

The Honourable Minister Fleming:

#### Office of the BC Container Trucking Commissioner Annual Report For the Fiscal Year Ending March 31, 2023

I submit to you the Office of the BC Container Trucking Commissioner's Annual Report for the fiscal year ending March 31, 2023. The Annual Report identifies all audit, licensing and engagement activity undertaken by the Commissioner under the *Container Trucking Act* as well as the office's financial statements for the fiscal year 2022-2023.

Yours Truly,

Glen MacInnes

**BC Container Trucking Commissioner** 

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## **Message from the Container Trucking Commissioner**

In fiscal year 2022-2023, the Office of the BC Container Trucking Commissioner ("OBCCTC") continued to fulfil its mandate to administer and enforce the *Container Trucking Act* (the "Act"), *Container Trucking Regulation* (the "Regulation") and Container Trucking Services Licence (the "Licence").

This year, the OBCCTC completed 10 audits, issued 9 decisions and 1 order all culminating in \$4.2M paid to truckers and issued \$1.3M in penalties since 2015. I was appointed as the new Container Trucking Commissioner, along with Karm Jauhal's appointment as the Deputy Container Trucking Commissioner in September 2022.

The OBCCTC consulted with the industry stakeholders on CTS Licence amendments by calling for submissions. A truck tag application process was also conducted before the CTS Licences were amended and their term extended. The OBCCTC extended the term of the 2020 CTS Licence by two years for licensees.

During this fiscal year, a third-party consulting firm was retained to conduct a trucking compensation study to inform future rate decisions, following which a Recommendation Report was issued by the OBCCTC asking for submissions and feedback from the industry stakeholders.

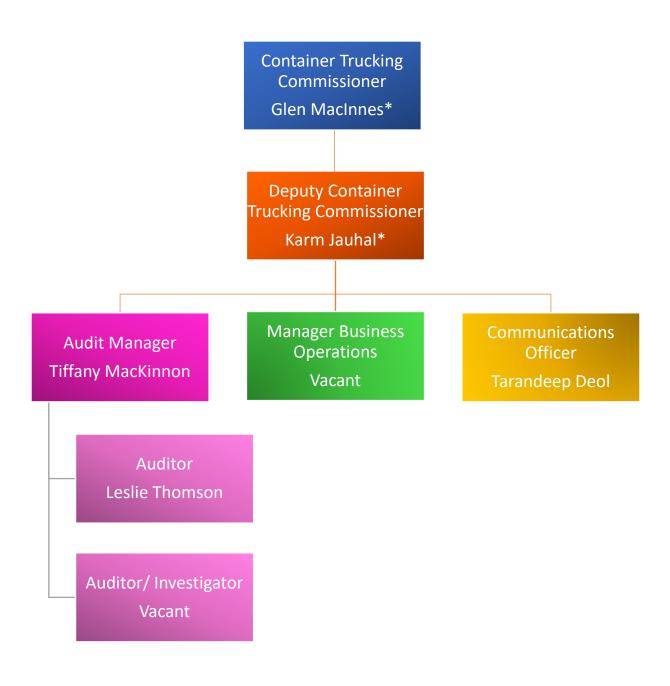
Since my appointment, I am trying to shift the focus to compliance by active enforcement. The OBCCTC joined forces with Commercial Vehicle Safety Enforcement (CVSE) and have been carrying out joint enforcement initiatives. So far, we have done it thrice and have been successful in identifying trucks carrying out untagged off-dock work. OBCCTC has also been working on speeding up the audit process. Since the new electronic requirement for record keeping for the licensees, the OBCCTC's track record has improved drastically. I also met with the Industry Advisory Committee to take inputs from the committee and share my vision and plan as the Commissioner for the Lower Mainland Drayage sector.

Industry communications with stakeholders is important and efforts continue to be made to improve the OBCCTC's communication strategies. The OBCCTC's Facebook page has been an important channel to communicate with industry stakeholders. Quarterly newsletters, monthly updates, monthly fuel surcharge, quarterly wait time payment notifications continue to be published and shared with industry stakeholders and truck drivers as the OBCCTC works to increase stakeholder knowledge of OBCCTC activities and the regulatory regime.

Glen MacInnes
BC Container Trucking Commissioner

# **Table of Organization**

(as of March 31, 2023)



<sup>\*</sup> Appointed as of September 7, 2022

# **Summary of Activities**

During the fiscal year 2022-2023, the OBCCTC focused on:

- 2022 CTS Licence consultation and issuance
- Rate review and rate revision
- Active enforcement initiatives
- Implementation of an enhanced OBCCTC audit process

For the fiscal year 2022-2023, the summary of OBCCTC activities is outlined below:

TABLE 1: COMPLIANCE AND ENFORCEMENT ACTIVITY	
Drayage Confidence Line Reports Received <sup>1</sup>	10
Complaints – Other <sup>2</sup>	8
Audits Commenced	8
Audits Completed	12
Published Decisions	9
Orders	1
Penalties Issued	5
Sum of Penalties Issued	83,500.00
Licences Cancelled	1
Reconsiderations	2

TABLE 2: INDUSTRY ADVISORY COMMITTEE MEETINGS
May 10, 2022
January 24, 2023

 $<sup>^{1}</sup>$  Complaints received do not always fall within the scope of the Container Trucking Commissioner's jurisdiction

<sup>&</sup>lt;sup>2</sup> Remuneration complaints received by phone or written correspondence

# **Bulletins**

NAME	DATE
<u>Call for Submissions – CTS Licence Amendments</u>	April 13, 2022
Increase to the I/O and Directly Employed Operator Hourly Rate	April 28, 2022
OBCCTC 2022 Activity Update	May 4, 2022
OBCCTC Deputy Commissioner Update	June 1, 2022
<u>Trucking Compensation Study – Interview Participation</u>	June 8, 2022
Rules of practice and procedure	June 14, 2022
Truck Tags Application Process Update	June 20, 2022
Rate Order Amendment – Hourly Rates	June 30, 2022
CTS Licence Truck Tag Management Policy – Additional Truck Tag	July 4, 2022
Applications Being Accepted	
CTS Licence Truck Tag Management Policy Additional Truck Tag	July 20, 2022
Applications Process Update	
CTS Licence Amendments – Consultation Report Published	August 25, 2022
OBCCTC Commissioner and Deputy Commissioner Update	September 7, 2022
CTS Licence Renewal	October 3, 2022
Wait Time Notification – Q1 2022	October 7, 2022
Wait Time Notification – Q2 2022	January 16, 2023
2023 Rate Review – Call for Submissions	February 2, 2023
Wait Time Notification – Q3 2022	March 7, 2023
OBCCTC's Decisions Now Searchable on CanLII Database	March 14, 2023

### **Industry Advisories**

NAME	DATE
<u>Licence and Truck Tag Requirements</u>	May 18, 2022
CTS Licence Requirements	October 4, 2022

#### Outreach

Communications for this fiscal year focused on communicating with industry stakeholders regarding the CTS Licence renewal, additional tags issuance, trucking compensation study and rate review recommendations.

The OBCCTC also improved outreach to stakeholders through enhanced online social media presence via the OBCCTC Facebook page. The OBCCTC website serves as the OBCCTC's primary communication portal and updates to the website are ongoing.

Bulletins, industry advisories and quarterly newsletters continue to provide industry stakeholders with updated information regarding OBCCTC policy and audit/enforcement activities. Monthly Updates are released summarizing the office's activities from the previous month. OBCCTC communications are also issued to all interested stakeholders, including drivers, through an email distribution list. OBCCTC also calculates the fuel surcharge each month and posts it on its digital platforms. Quarterly wait time payment information is also disseminated.

OBCCTC communications are issued in English and Punjabi as required, with both versions posted on the website: <a href="https://www.obcctc.ca">www.obcctc.ca</a>

#### 2022 CTS Licenses

The OBCCTC determined that it was appropriate to conduct a truck tag application process before the CTS Licences were amended and their term extended. The licensees were given the opportunity to apply for additional company and/or Independent Operator truck tags. The truck tag application process included a focus on tagging trucks performing untagged, off-dock container trucking services.

The OBCCTC then called for submissions and consulted with the industry stakeholders on CTS Licence amendments for the 2022 CTS License issuance. Topics for discussion included licence term extension, off-dock amendments and electronic record keeping. The previous Container Trucking Commissioner also met with stakeholders who represented company drivers, Independent Operators ("I/O"), licensees, unions and shippers. The OBCCTC extended the term of the 2020 CTS Licence by two years.

#### 2023 Rate Review

An independent third party (Cascadia Partners) was engaged to conduct a Trucking Compensation Study to inform future rate decisions. The study included an analysis on the variability in driver compensation in the Lower Mainland, a comparison to drayage compensation and conditions in other port jurisdictions, including Montreal, Seattle, Prince Rupert, and LA/Long Beach; and a comparison of driver compensation for drayage to other heavy-duty trucking roles in BC. Cascadia Partners conducted interviews with stakeholders like drivers, Independent Operators, union representatives, and drayage companies. Insights from interviews were anonymous, aggregated, and not attributed to any specific individual or company.

The Commissioner then published a Rate Review Recommendation Report on February 2, 2023. In the Recommendation Report, the Commissioner made 5 different proposals to rate changes for drivers in the Lower Mainland drayage sector and invited the stakeholders to provide their comments and feedback through written submissions.

# **Financial Statement**

SUMMARY FINANCIAL STATEMENT	
BC Container Trucking Commissioner	
	(in \$Thousands)
	FY2023
	Actual
Total Revenues	1,144
Audit and Compliance	576
Licensing Administration	117
Industry Communications	10
Operations	308
Total Expenditures	1,011
Total Surplus	133



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