S.B. 1232 (S-1): FIRST ANALYSIS

Senate Fiscal Ayency P. O. Box 30036 Lansing, Michigan 48909-7536



BILL ANALYSIS

Telephone: (517) 373-5383 Fax: (517) 373-1986 TDD: (517) 373-0543

Senate Bill 1232 (Substitute S-1 as reported) Sponsor: Senator John J. H. Schwarz, M.D. Committee: Transportation and Tourism

Date Completed: 5-8-02

# **RATIONALE**

Under the Michigan Vehicle Code, commercial driver's licenses are required of any Michigan resident who intends to drive a tractor trailer garbage truck, bus, small rig, wrecker, delivery truck, van carrying 16 or more people, or other heavy vehicle. The Code's provisions governing commercial driver's licenses were extensively updated in the late 1980s to reflect the Federal Commercial Motor Vehicle Safety Act of 1986. According to the Secretary of State, the goals of the State and Federal laws were to improve commercial driver qualifications by requiring special knowledge and skills tests; remove problem drivers from the highway; establish a system to prevent operators of trucks or buses from having more than one driver's license; and ensure that commercial drivers were properly trained and physically qualified to operate their commercial vehicles. Because the Federal Act has been recently updated, Federal transportation money might be withheld from Michigan unless the Vehicle Code is amended to reflect the recent changes.

# CONTENT

The bill would amend the Michigan Vehicle Code to revise certain requirements for obtaining and maintaining a commercial driver's license. Specifically, the bill would:

- Adopt Federal regulations requiring all commercial vehicles to follow distinct safety procedures at railroad crossings.
- -- Require the Secretary of State immediately to suspend or revoke all vehicle group designations on an operator's or chauffeur's license upon

- receiving notice of the licensee's failure to follow the railroad safety precautions.
- -- Require the Secretary of State to check the National Driver Register before issuing an original, renewal, or upgrade of a commercial driver's license to an out-of-State applicant.

The bill also would require the Secretary of State, police officers, and judicial officers to destroy, rather than retain, suspended or revoked licenses; allow a licensee to renew an operator's or chauffeur's license by mail, regardless of whether he or she had received a ticket in the preceding four years; and require a license applicant to supply a birth certificate attesting to his or her age or other documents required by the Secretary of State. The bill would take effect October 1, 2002.

# Commercial Motor Vehicle Definition

Currently, the Code defines "commercial motor vehicle" as a bus; a school bus; a school transportation vehicle; a motor vehicle, except a motor home, having a gross vehicle weight rating (GVWR) or gross combination weight rating (GCWR) of 26,001 or more pounds; a motor vehicle towing a vehicle with a GVWR of more than 10,000 pounds; or a motor vehicle carrying hazardous material. The bill would remove buses, school buses, and school transportation vehicles from the definition, and replace them with a "motor vehicle designed to transport 16 or more passengers, including the driver". In addition, vehicles towing 10,000-pound trailers would be removed from the definition; a motor vehicle with a GCWR over 26,000 pounds

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including a towed vehicle with a GVWR over 10,000 pounds, would be classified as a commercial motor vehicle. (For an explanation of group designations and indorsements, please see **BACKGROUND**.)

The bill also would delete a section of the Code defining "school transportation vehicle" (MCL 257.57c).

# Railroad Crossings

Commercial Driver's License Suspensions. Under the Code, the Secretary of State must immediately suspend or revoke all vehicle group designations on a person's operator's or chauffeur's licenses upon receiving notice of a conviction, bond forfeiture, or civil infraction, notice that a court or administrative tribunal has found the person responsible for a violation of the law, or notice that the person refused to submit to a drug or alcohol test while he or she was operating a commercial motor vehicle. To the list of offenses requiring suspension or revocation, the bill would add a violation of State and Federal railroad safety crossing regulations. (Specifically, these regulations require all commercial motor vehicle drivers to stop within 15 to 50 feet of all railroad crossings, listen and look in both directions for an approaching train, and then proceed when it is safe to do so without changing gears. Under the Michigan Pupil Transportation Act, school buses are required to stop before a railroad crossing, activate the hazard warning lights, turn off all interior switches including fans, heaters, and radios, open the passenger door and driver-side window, and listen and look in both directions for a train.)

The bill also would repeal a section of the Code requiring the Secretary of State to suspend a "class 1, class 2, or class 3 indorsement" upon receiving notice of a conviction, bond forfeiture, or civil infraction determination (MCL 257.319a).

<u>Federal Requirements</u>. Under the Code, the driver of a vehicle carrying passengers for hire or hazardous material must stop the vehicle within 50 feet but not less than 10 feet from the nearest rail. The bill would extend this requirement to vehicles carrying 16 or more passengers, including the driver; increase the 10-foot minimum distance to 15 feet; and require the activation of warning lights.

Also, drivers of commercial motor vehicles would have to comply with a lawful order or direction of a police officer guiding, directing, controlling, or regulating traffic at a railroadhighway grade crossing. Further, the driver of a commercial motor vehicle would be prohibited from crossing a railroad-highway grade crossing unless the vehicle had sufficient undercarriage clearance and could be driven completely through the crossing without stopping. A person who violated provisions, or a substantially corresponding local ordinance, would be responsible for a civil infraction. (Some of these provisions are required by the Code of Federal Regulations, 49 C.F.R. 392.10 and 392.11, which the bill would adopt.)

Employer Responsibility. Under the bill, an employer would be prohibited from knowingly allowing, permitting, authorizing, or requiring a driver to operate a commercial motor vehicle in violation of any of the Federal or State laws governing railroad crossings in a commercial motor vehicle. A person who violated this provision would be responsible for a civil infraction, and would have to be ordered to pay court costs as well as a civil fine of \$10,000 or less.

Reporting of Crimes. The bill would require courts to report convictions of these proposed railroad crossing offenses to the Secretary of State.

# Out-of-State Applicants

The bill would require the Secretary of State to check the National Driver Register before issuing an original, renewal, or upgrade of a vehicle group designation or indorsement to out-of-State applicant seeking a commercial driver's license. This requirement would be in addition to the current requirement that the Secretary of State check with the Federal Commercial Information System before issuing a group designation or indorsement. Under the bill, the Secretary of State would be prohibited from issuing or renewing a vehicle group designation to an applicant if he or she were listed on the National Driver Register or the Commercial Driver License Information System as being disqualified from operating a commercial motor vehicle or as having a driving license or driving privilege suspended, revoked, canceled, or denied. In addition, the

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Secretary of State would have to cancel all vehicle group designations on a person's operator's or chauffeur's license upon receiving notice from the National Driver Register, the Commercial Driver License System, or another state or jurisdiction that a person no longer qualified for a commercial driver's license.

# <u>Destruction of Suspended and Revoked</u> <u>Licenses</u>

Currently, the Code requires that the Secretary of State retain all suspended or revoked licenses. Police officers, law enforcement agents, and judicial officers are authorized to obtain suspended or revoked licenses and forward them to the Secretary of State. The Department is required to hold onto the licenses and, if a license is suspended, return it to the licensee at the end of the suspension period. Under the bill, the Secretary of State would have to destroy the confiscated licenses, and the licensees would have to obtain a replacement license. Police officers or other official agents also would be required to destroy suspended or revoked licenses.

# Other Provisions

<u>Chauffeur Licenses</u>. Currently, the Code requires semi-truck drivers, school bus drivers, taxi drivers, and limousine drivers to obtain a chauffeur's license. The bill would remove school bus drivers from this requirement.

Temporary Instruction Permits. Under the Code, a person holding a temporary motorcycle, operator, chauffeur, or vehicle group designation or indorsement instruction permit may operate the vehicle for which he or she is temporarily licensed for 150 days. (During this period, the permittee must be under the constant visual supervision of a licensed adult or licensed instructor while driving.) Under the bill, the temporary permits would expire after 180 days.

Further, the bill specifies that a person would have to pass a commercial driver's license knowledge test before obtaining a commercial driver's license temporary instruction permit. Also, permittees with bus or school bus indorsements could not practice driving while passengers were on board.

Applicant Identification. Under the bill, an applicant for an operator's or chauffeur's license would have to supply a birth certificate attesting to his or her age, or other sufficient documents or identification as the Secretary of State required.

Renewal by Mail. Currently, the Code permits the Secretary of State to issue by mail a renewal operator's or chauffeur's license for one additional four-year period unless the licensee has a driving record with a conviction or civil infraction determination received in the preceding 48 months. The bill would eliminate this restriction.

<u>Driving Skills Test</u>. Under the Code, applicants for an original operator's or chauffeur's license without a vehicle group designation or indorsement must pass a "behind-the-wheel road" test. The bill instead would require applicants to pass a "driving skills" test, which would have to include a behind-the-wheel road test. Further, under the bill, a behind-the-wheel road test for an original vehicle group designation or passenger indorsement could not be conducted unless the applicant had been issued a temporary instruction permit.

Railroad Crossings. Under the Code, the State Transportation Department and local road authorities may designate certain railroad grade crossings as "stop" crossings, where drivers must stop at least 10 feet but not more than 50 feet from the tracks. The bill would increase the minimum distance to 15 feet.

MCL 257.6 et al.

#### **BACKGROUND**

The Michigan Vehicle Code requires that truck drivers be certified to drive certain categories, or groups, of vehicles based on weight and construction. There are three commercial driver license group designations: A, B, and C. A group A designation is needed when towing a vehicle or trailer with a GVWR over 10,000 pounds. Examples include tractor trailer rigs when the trailer has a GVWR over 10,000 pounds; wreckers towing a vehicle with a GVWR over 10,000 pounds; and mobile home haulers. A group B designation is needed to operate a single vehicle (including a bus) with a GVWR of 26,001 pounds or

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more, or to operate a combination of vehicles having a GCWR of 26,001 pounds or more, when the vehicle or trailer being towed has a GVWR of 10,000 pounds or less. Examples of group B vehicles include large buses, dump trucks, and garbage trucks. A group C designation is needed to operate a small single vehicle (with a GVWR of 26,000 pounds or less), or a combination of vehicles (with a GCWR of 26,000 pounds or less) only when the vehicle or combination carries hazardous material or hazardous waste in amounts requiring the display of a placard; is designed to carry 16 or more people, including the driver; or is a school bus carrying 15 or fewer people, including the driver.

License indorsements further authorize group designation holders to drive commercial vehicles transporting passengers or hauling certain things, such as hazardous material. The indorsements, like group designations, are lettered: T for double trailers; N for tankers, H for hazardous materials, P for passengers, and X for tankers hauling hazardous materials.

The Vehicle Code exempts the following persons from the requirement to have a commercial driver's license: military personnel, police officers and firefighters, drivers of family vehicles (such as motor homes and U-Hauls), and farmers, under certain conditions.

#### **ARGUMENTS**

(Please note: The arguments contained in this analysis originate from sources outside the Senate Fiscal Agency. The Senate Fiscal Agency neither supports nor opposes legislation.)

### **Supporting Argument**

According to the Secretary of State, Federal commercial driver's license requirements specify that states must implement railroad crossing offense legislation for commercial vehicle drivers by October 4, 2002. Penalties for failure to do this include the loss of up to 10% of Federal highway funds, loss of recognition of a state's ability to issue commercial driver's licenses, and loss of Federal enforcement funds for the State Police Motor Carrier Division. This money is needed to ensure safe, driveable roads for Michigan citizens. The bill would protect this revenue source by bringing the Vehicle Code into conformity with the Federal law.

In addition, the bill would streamline a few key procedures performed by the Secretary of State. Currently, drivers seeking to renew chauffeur's their operator's or (noncommercial) license by mail cannot do so if they have received a ticket in the preceding four years. Originally, ticketed drivers were thought to be part of a "safety risk" pool; therefore, the Secretary of State could better assess their suitability for a driver's license if they renewed in person. Research has shown, however, that most drivers receive tickets in an isolated manner-once every five years, for example. These drivers do not generally pose a safety risk to other drivers. Allowing them to renew by mail would save the Department time and money, as well as shorten the lines in the branch offices. Similarly, requiring the State to destroy, rather than retain, suspended or revoked licenses would save the Department resources. Currently, the Secretary of State does not return most of these retained licenses to their owners; instead, the Department typically issues owners new licenses because the retained ones expire before the end of the suspension or revocation period. (A suspended license is reinstated at the end of a set period of time and when the owner pays a fee; a revoked license is not reinstated until the owner has met certain requirements under the law, such as alcohol counseling.) According to the Secretary of State, it is simpler to issue new licenses than to restore the old ones, now that driver license images are digitally stored. Also, the current provision requiring police officers to confiscate revoked and suspended licenses and forward them to the Department is haphazardly practiced, at best. Simply requiring the Department or the police to destroy such licenses and then, when applicable, reissue them would be a clear and uniform solution to the handling of licenses in limbo.

Legislative Analyst: Claire Layman

# **FISCAL IMPACT**

This bill would have an indeterminate impact on the Department of State. Cost savings could result from enactment of the bill. Transactions in branch offices could be reduced somewhat since persons holding valid driver's licenses could renew by mail even if they had received a conviction or civil infraction determination within the 48 months

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preceding renewal. It is unknown how many transactions this would constitute or how many people would use this renewal option. Additionally, the Department would no longer hold onto commercial driver's licenses that were revoked or suspended. This could reduce administrative costs slightly.

Fiscal Analyst: Jessica Runnels

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