SUBSTITUTE FOR

SENATE BILL NO. 877

A bill to establish safety and security practices for certain persons involved in the retail or wholesale sale or use of certain fertilizers; to provide certain powers and duties for certain state agencies; and to provide for immunity from liability under certain circumstances.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. This act shall be known and may be cited as the
- 2 "anhydrous ammonia security act".
- 3 Sec. 3. As used in this act:
- 4 (a) "AASSPs" means anhydrous ammonia safety and security
- 5 practices established by the commission under section 5.
- 6 (b) "Anhydrous ammonia" means an inorganic compound that
- 7 consists of 1 nitrogen atom and 3 hydrogen atoms and has a chemical

- 1 formula of NH3. Anhydrous ammonia is ammonia gas in a compressed or
- 2 liquefied form but is not aqueous ammonia, which is a solution of
- 3 ammonia gas in water.
- 4 (c) "Commission" means the commission of agriculture.
- 5 (d) "End user" means the person actually using anhydrous
- 6 ammonia for a legal purpose.
- 7 (e) "Seller" means a person selling anhydrous ammonia at
- 8 wholesale or retail to an end user for a legal purpose.
- 9 Sec. 5. (1) Within 6 months after the effective date of this
- 10 act, the commission shall issue proposed AASSPs regarding the
- 11 security of anhydrous ammonia in the possession of sellers and end
- 12 users in this state. In addition to any other practices included,
- 13 the AASSPs shall provide that both of the following, either
- 14 separately or in combination as the commission determines
- 15 advisable, constitute safe and secure storage practices for
- anhydrous ammonia:
- 17 (a) Storage in a tank that is properly equipped with a
- 18 functioning tank or valve lock that is used at all times except
- 19 when the seller or end user is taking anhydrous ammonia from the
- 20 tank or filling the tank.
- 21 (b) Storage with a substance added to the anhydrous ammonia
- 22 that is or that contains a dye that will, on release from the
- 23 container that holds the anhydrous ammonia, stain objects that it
- 24 comes in contact with, including skin and clothing, in a highly
- 25 visible manner.
- 26 (2) In establishing the AASSPs, the commission shall give due
- 27 consideration to available department of agriculture information

- 1 and written recommendations from the Michigan state university
- 2 college of agriculture and natural resources extension, the
- 3 department of state police, local law enforcement agencies,
- 4 anhydrous ammonia manufacturers, retailers, and end users, and
- 5 other professional and industry organizations.
- 6 Sec. 7. The commission shall work with the department of
- 7 treasury to facilitate the filing for the income tax credit for
- 8 expenditures and expenses made by sellers and end users relating to
- 9 implementing the security measures contained in the AASSPs.
- 10 Sec. 9. (1) A seller or end user storing, securing, using,
- 11 transporting, or protecting anhydrous ammonia in compliance with
- 12 the AASSPs is immune from tort liability for an injury to a person,
- 13 damage to property, or death that results from the larceny or
- 14 attempted larceny of anhydrous ammonia, or from a person obtaining
- 15 or using, or attempting to obtain or use, anhydrous ammonia in a
- 16 manner contrary to law. The immunity from tort liability under this
- 17 subsection includes immunity from liability for an injury to any
- 18 other person, damage to property of any other person, or death to
- 19 any other person who is not the person committing a larceny,
- 20 attempting to commit a larceny, or obtaining, using, or attempting
- 21 to obtain or use anhydrous ammonia in a manner contrary to law.
- 22 (2) Failure of a seller or end user to store, secure, use,
- 23 transport, or protect anhydrous ammonia in compliance with the
- 24 AASSPs does not, by itself, create tort liability for an injury to
- 25 any person, damage to any property, or death to any person caused
- 26 by the storing, securing, using, transporting, or protecting of
- 27 anhydrous ammonia.

Senate Bill No. 877 as amended December 13, 2005

- 1 (3) This section applies to any cause of action that accrues