SENATE BILL No. 401

June 16, 2015, Introduced by Senator STAMAS and referred to the Committee on Natural Resources.

A bill to amend 1998 PA 138, entitled "Hazardous materials transportation act," by amending sections 2 and 3 (MCL 29.472 and 29.473), section 2 as

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 2. As used in this act:

amended by 2013 PA 74.

1

2

3

10

SENATE BILL No. 401

- (a) "Base state" means the state selected by a motor carrier according to the procedures established by the uniform program.
- (b) "Base state agreement" means the agreement between participating states electing to register or permit motor carriers.
- (c) "Department" means the department of environmental quality.
- (d) "Fund" means the environmental pollution prevention fund created in section 11130 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.11130.

- 1 (e) "Hazardous materials" means any of the following:
- 2 (i) "Hazardous waste" as that term is defined in section 11103
- 3 of the natural resources and environmental protection act, 1994 PA
- **4** 451, MCL 324.11103.
- 5 (ii) "Liquid industrial waste"—BY-PRODUCT" as that term is
- 6 defined in section 12101 of the natural resources and environmental
- 7 protection act, 1994 PA 451, MCL 324.12101.
- 8 (f) "Motor carrier" means a person engaged in the
- 9 transportation of hazardous materials by highway. Motor carrier
- 10 includes a motor carrier's agents, officers, and representatives.
- 11 Motor carrier does not include an individual operating under an
- 12 exclusive lease to a motor carrier that is in compliance with this
- 13 act.
- 14 (g) "Participating state" means a state electing to
- 15 participate in the uniform program by entering a base state
- 16 agreement.
- 17 (h) "Power unit" means a motor vehicle that provides motor
- 18 power to the entire combination, or to the vehicle if a single
- **19** unit.
- (i) "Uniform application" means the uniform registration and
- 21 permit application form established under the uniform program.
- 22 (j) "Uniform program" means the uniform state hazardous
- 23 materials transportation registration and permit program
- 24 established in the report submitted and amended pursuant to 49 USC
- 25 5119(b).
- Sec. 3. (1) A motor carrier shall determine its base state
- 27 designation in the following manner:

- 1 (a) A motor carrier that has its principal place of business
- 2 in this state shall designate this state as its base state.
- 3 (b) A motor carrier that has its principal place of business
- 4 outside of this state shall determine its base state designation by
- 5 the highest number of hazardous materials miles traveled among the
- 6 states participating in the uniform program.
- 7 (2) Subject to section 10, a motor carrier that designates
- 8 this state as its base state pursuant to subsection (1) shall
- 9 register with and obtain a permit from the department prior to
- 10 transporting hazardous materials within this state. A motor carrier
- 11 that designates another participating state as its base state shall
- 12 register with and obtain a permit from that state, with the
- 13 appropriate fees paid for this state, prior to transporting
- 14 hazardous materials in this state.
- 15 (3) A motor carrier required to register in this state shall
- 16 file part I of the uniform application with the department and pay
- 17 an administrative fee of \$50.00 and the apportioned vehicle
- 18 registration fee. The amount of the registration fee shall be
- 19 calculated by the formula in section 4.
- 20 (4) A motor carrier required to obtain a permit in this state
- 21 shall file part II of the uniform application with the department
- and pay a permit review fee of \$500.00.
- 23 (5) A motor carrier shall have and maintain financial
- 24 responsibility for bodily injury, property damage, or environmental
- 25 damage to third parties caused by accidental occurrences arising
- 26 from hazardous materials transportation activities of the motor
- 27 carrier. The motor carrier shall have and maintain fleet liability

- 1 coverage for accidental occurrences in an amount not less than
- 2 \$1,000,000.00 per occurrence for hazardous materials that are
- 3 hazardous wastes and \$750,000.00 per occurrence for hazardous
- 4 materials that are liquid industrial waste. However, a motor
- 5 carrier with fleets including only vehicles under 10,000 pounds
- 6 gross vehicle weight shall have and maintain fleet liability
- 7 coverage for accidental occurrences in an amount not less than
- 8 \$300,000.00. Proof of the required domiciled fleet liability
- 9 coverage shall be provided to and maintained by the MICHIGAN public
- 10 service commission in the department of consumer and industry
- 11 services, LICENSING AND REGULATORY AFFAIRS, with certification of
- 12 proper coverage provided to the department. Demonstration of proof
- 13 of the required nondomiciled fleet liability coverage shall be
- 14 provided to and maintained with the surface transportation board in
- 15 the federal highway administration. SURFACE TRANSPORTATION BOARD IN
- 16 THE UNITED STATES DEPARTMENT OF TRANSPORTATION. Fleet liability
- 17 coverage not included under the authority of the MICHIGAN public
- 18 service commission or the surface transportation board SURFACE
- 19 TRANSPORTATION BOARD shall be demonstrated to the department by
- 20 submittal of the document entitled "endorsement for motor carrier
- 21 policies of insurance for public liability under section 29 or 30
- 22 of the motor carrier act of 1980" (OMB no. 2125 0074, 2126-0008,
- 23 form MCS-90).
- 24 (6) Upon a motor carrier's compliance with subsections (3),
- 25 (4), and (5), the department shall issue a notice of registration
- 26 form and a permit to the motor carrier. A notice of registration
- 27 form and a permit shall include a unique number for each motor

- 1 carrier assigned by the department.
- 2 (7) A motor carrier shall maintain a copy of the notice of
- 3 registration form and the permit in each power unit used to
- 4 transport hazardous materials in all participating states. The
- 5 notice of registration form and the permit are not transferable
- 6 between motor carriers or owners. The original notice of
- 7 registration form or permit shall be maintained at the motor
- 8 carrier's principal place of business as noted on the registration
- 9 form or permit, and shall be available for inspection during normal
- 10 business hours.
- 11 (8) Prior to entering the state, a motor carrier may obtain a
- 12 temporary permit in lieu of a notice of registration form and a
- 13 permit. The temporary permit shall expire EXPIRES 10 days after
- 14 issuance, and the fee for a temporary permit shall be IS \$100.00.
- 15 (9) A motor carrier transporting liquid industrial waste BY-
- 16 PRODUCT generated on or from property or equipment in which he or
- 17 she owns an interest is exempt from registration and permitting as
- 18 required in this act, but remains subject to all other provisions
- 19 of part 121 of the natural resources and environmental protection
- 20 act, 1994 PA 451, MCL 324.12101 to 324.12118, or any other
- 21 applicable act or part.
- 22 Enacting section 1. This amendatory act takes effect 90 days
- 23 after the date it is enacted into law.
- 24 Enacting section 2. This amendatory act does not take effect
- 25 unless all of the following bills of the 98th Legislature are
- 26 enacted into law:
- 27 (a) Senate Bill No. 400.

1

2 (b) Senate Bill No. 402.

3

01300'15 a Final Page TMV