HOUSE BILL NO. 4452

March 09, 2021, Introduced by Rep. Bellino and referred to the Committee on Communications and Technology.

A bill to amend 1993 PA 354, entitled "Railroad code of 1993,"

by amending sections 107 and 265 (MCL 462.107 and 462.265) and by adding section 273a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 107. (1) "High speed rail corridor" means any railroad
- 2 line having that has been formally designated by the United States
- 3 department of transportation Department of Transportation as a high
- 4 speed rail corridor.

- (2) "Nonmotorized trail" means a public or privately owned or
 operated traveled way, the use of which is restricted to
 pedestrians or nonmotorized conveyances including, but not limited
- 3 pedestrians or nonmotorized conveyances including, but not limited4 to, bicycles and horses.
- 5 (3) "Notice" means the written expression of the department's 6 findings that certain conditions observed at a crossing are not in 7 compliance with state law, and that these conditions must be 8 corrected.
- 9 (4) "Order" means an administrative document, signed by the
 10 department director or his or her designee, that details certain
 11 findings of fact and, based on those findings, specifies certain
 12 work to be performed by railroads or other parties in compliance
 13 with law and specifies a time period within which the work is to be
 14 completed. An order is based upon the department's statutory
 15 authority to require the performance of that work.
- 16 (5) "Passive traffic control devices" means those types of
 17 traffic control devices, including signs, markings, and other
 18 devices, located at or in advance of grade crossings to indicate
 19 the presence of a crossing but which do not change aspect upon the
 20 approach or presence of a train.
 - (6) "Person" means an individual, partnership, association, corporation, limited liability company, trust, and any other legal entity.

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- (7) (6)—"Private crossing" means any at-grade intersection of a railroad with any traveled way not under the jurisdiction of a road authority.
- (8) (7)—"Public street or highway" means any improved
 thoroughfare maintained by a road authority that has been dedicated
 and constructed in accordance with law.

Sec. 265. (1) A corporation or person shall not string, any wire, electrical or other, lay, or otherwise construct any structure or equipment used to transmit utility service, including pipeline conduits and cable, within, upon, over, and across, or under a railroad or street railway right-of-way unless 1 of the following procedures is followed:

(a) For crossings within the right-of-way of a public street, highway, road, or alley, notification shall first be given to the railroad company and railroad authority of the place and the manner in which the corporation or person desires to string any wire 30 calendar days prior to performance of the work unless the parties otherwise agree.

(b) For crossings at any other location not within the rightof-way of a public street, highway, road, or alley, notification
shall first be given to the railroad company and railroad authority
in writing of the place and the manner in which the corporation or
person desires to string the wire and written or telegraphic
permission shall be received from the railroad company and railroad
authority prior to performance of the work. The railroad company
shall respond positively or negatively to the request within 90
calendar days after the receipt of the request that is within a
right-of-way of a public street, highway, road, or alley unless the
person first gives notification to the railroad that complies with
subsection (2). A person shall not perform any work in a railroad
right-of-way unless either of the following conditions is met:

- (a) The railroad gives written permission.
- (b) The department directs the person to perform work pursuant to a dispute resolution process under subsection (7), and safety or supervisory personnel, as designated by the railroad, are present

- 1 and on duty at the site of the project.
- 2 (2) The notification provided under subsection (1) must
- 3 include, at a minimum, both of the following:
- 4 (a) The engineering designs and specifications for the
- 5 proposed project.
- 6 (b) A narrative description of the proposed project that
- 7 identifies all of the following:
- 8 (i) The date the project will commence.
- 9 (ii) The anticipated length of time to the completion of the 10 project.
- 11 (iii) The areas where the project personnel will work.
- 12 (iv) The areas where the project equipment will be stored.
- 13 (v) The name, phone number, and electronic mailing address of
- 14 the person responsible for the project that the railroad may
- 15 contact to discuss the project details.
- 16 (vi) The name, phone number, and electronic mailing address of
- 17 the individual who will be responsible for the on-site supervision
- 18 of the work.
- 19 (vii) Proof of insurance that, at a minimum, meets all of the
- 20 following requirements:
- 21 (A) Does not exclude work within 50 feet of a railroad right-
- 22 of-way.
- 23 (B) Includes the railroad as an additional insured.
- 24 (C) Remains in full effect as long as the project personnel
- 25 and equipment remain on the railroad right-of-way.
- 26 (3) If the railroad requires additional information to
- 27 evaluate a request under subsection (1), the additional information
- 28 must be provided to the railroad within 30 calendar days. Except as
- 29 otherwise provided in subsection (1)(b), a requestor shall not

- 1 proceed with any project under subsection (1) without obtaining 2 prior written permission from the railroad.
- 3 (4) If the project is approved by the railroad under this 4 section, the requestor shall pay to the railroad all direct
- 5 expenses incurred by the railroad as a result of the project as
- 6 well as any costs associated with modifications to the existing
- 7 insurance contracts of the railroad. The requestor shall pay the
- 8 minimum crossing fee prior to construction. Following invoicing by
- 9 the railroad of any expenses allowed under this subsection in
- 10 excess of that amount, the requestor shall pay any remaining
- 11 deficiency unless contested under subsection (5). As used in this
- 12 subsection, "direct expenses" includes any of the following:
- 13 (a) The costs of inspecting and monitoring the crossing site 14 before, during, or after construction.
 - (b) The cost of flagging during construction.

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- 16 (c) Any administrative and engineering costs incurred for
 17 review of specifications and for entering a crossing on the
 18 railroad's books, maps, and property records, and other reasonable
 19 administrative and engineering costs incurred as a result of the
 20 crossing.
 - (d) Document preparation fees associated with a crossing and engineering specifications related to the crossing.
 - (e) Any damages incurred due to actual construction.
 - (5) If the requestor and the railroad cannot agree on the accuracy of the amount of costs identified by the railroad under subsection (4), the requestor shall pay all the undisputed amounts and may appeal the disputed costs under subsection (7). In no event shall the requestor pay less than the minimum crossing fee for each project.

- (6) (2) Any aerial All crossings shall must, at a minimum, be
 constructed in accordance with specifications of the Michigan
 public service commission and all applicable codes and laws.
- 4 (7) (3)—In case of a dispute emanating from subsections (1)
 5 and (2) which arising under this section that the parties cannot
 6 resolve within a reasonable time, either party may petition the
 7 department for a hearing. The department shall have has
 8 jurisdiction to settle the dispute between the parties.

- (8) (4)—Upon proof of violation of or failure to comply with subsections (1) and (2), this section, a court of competent jurisdiction may issue an order immediately enjoining the violation and may assess against any violator all expenses incurred by a railroad related to the violation, including, but not limited to, those expenses identified under subsection (4) and all actual attorney fees incurred in an action to enjoin a violation.
- (9) As used in this section, "minimum crossing fee" means, beginning on the effective date of the amendatory act that added this section, a fee of \$2,500.00. After January 1, 2023, the term means a fee in an amount set by the department that must be increased from the base amount of \$2,500.00 in increments of \$250.00 to reflect the impact of inflation on the types of expenses that are reimbursed to a railroad under subsection (4).
- Sec. 273a. (1) A person that enters, walks, or is otherwise upon or along the right-of-way or the yard of a railroad operating its lines within this state for the purpose of engaging in any activity described under section 265(1) and, except as otherwise provided in section 265(1)(b), does so without the prior written approval of the railroad is subject to an administrative fine in the amount of \$5,000.00 for each day of violation. Upon the request

- 1 of a person to whom an administrative fine is issued under this
- 2 subsection, the department shall conduct a hearing under the
- 3 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
- 4 24.328.
- 5 (2) Any administrative fine assessed under subsection (1) must
- 6 be first used to cover the unreimbursed direct expenses of a
- 7 railroad allowed under section 265(4) or the minimum crossing fee
- 8 assessed under section 265(4). However, the amount of an
- 9 administrative fine assessed under subsection (1) that exceeds such
- 10 direct expenses or crossing fee must be paid into the railroad
- 11 grade crossing account of the state trunk line fund.
- 12 (3) A person that engages in any activity without the prior
- 13 written approval of the railroad shall be strictly liable to the
- 14 railroad and to any other injured person for any damage resulting
- 15 from the activity. Any damages under this subsection are in
- 16 addition to the administrative fine assessed under subsection (1).
- 17 (4) The remedies provided to a railroad for a violation of
- 18 this act, including the remedies under section 265(8),
- 19 administrative fines assessed under subsection (1), and any damages
- 20 available under subsection (3), are in addition to any other
- 21 remedies available under statute or common law.
- 22 (5) For the purposes of this section and in addition to other
- 23 activities that fall within the phrases, a person is considered to
- 24 "enter" or be "upon or along the right-of-way or yard" to the
- 25 extent that the person performs any work underneath the right-of-
- 26 way or yard of a railroad.