## AMENDMENTS TO LB1069

Introduced by Business and Labor.

- 1 1. Strike original section 4 and insert the following new sections:
- 2 Sec. 4. Section 81-546, Reissue Revised Statutes of Nebraska, is
- 3 amended to read:
- 4 81-546 (1) Whenever the State Fire Marshal, after conducting an
- 5 inspection or investigation, has determined with a reasonable degree of
- 6 <u>certainty that</u> reason to believe any person <u>has violated or</u> is violating
- 7 any provision of subsection (1) of section 81-545 or any regulation under
- 8 the Nebraska Natural Gas Pipeline Safety Act of 1969, the State Fire
- 9 Marshal shall give notice of the determination of a probable violation to
- 10 such person and provide such person with the basis for the determination,
- including all documentation or other evidence related to the inspection
- 12 or investigation.
- 13 (2) Such person shall have sixty business days to respond to the
- 14 <u>notice of a probable violation by either (a) agreeing with the</u>
- 15 determination and providing any details on what has been or will be done
- 16 <u>to achieve compliance or (b) disputing the determination and providing</u>
- 17 documentation or evidence to support that such person should not be found
- 18 in violation of such section or regulations.
- 19 (3) In response to an answer made pursuant to subsection (2) of this
- 20 section, the State Fire Marshal shall review the information provided.
- 21 The State Fire Marshal may request any additional information from such
- 22 person as the State Fire Marshal may require in order to reach a
- 23 <u>conclusion pursuant to subdivisions (a) and (b) of this subsection. Such</u>
- 24 person shall have thirty business days to respond to each such request
- 25 for additional information. After such review:
- 26 (a) If the State Fire Marshal concludes that such person was not or
- 27 is not in violation or that such person has achieved or will achieve

- compliance to no longer be in violation of any provision of subsection 1
- 2 (1) of section 81-545 or any regulation under the Nebraska Natural Gas
- 3 Pipeline Safety Act of 1969, the State Fire Marshal shall issue a letter
- 4 indicating settlement based on such compliance and close the matter; or
- 5 (b) If the State Fire Marshal concludes that such person has not or
- will not achieve compliance to no longer be in violation of any provision 6
- 7 of subsection (1) of section 81-545 or any regulation under the Nebraska
- 8 Natural Gas Pipeline Safety Act of 1969 and permit such person reasonable
- 9 opportunity to achieve compliance. If compliance has not been achieved in
- 10 a reasonable time, the State Fire Marshal shall issue an order finding
- 11 such person in violation and providing notice of the right to a hearing
- pursuant to subdivision (4)(a) of this section. 12
- 13 (4)(a) If the State Fire Marshal issues an order pursuant to
- 14 subdivision (3)(b) of this section, such person may request a hearing. If
- 15 such person:
- 16 (i) Fails to request a hearing within thirty business days after the
- 17 date of the order, the State Fire Marshal shall issue a final order
- finding such person in violation; or 18
- 19 (ii) Requests a hearing, the hearing officer shall conduct the
- 20 proceeding in accordance with the Administrative Procedure Act. After the
- 21 hearing, the hearing officer shall prepare findings of fact and
- 22 conclusions of law. The State Fire Marshal shall issue a final order
- 23 based on such findings of fact and conclusions of law.
- 24 (b) A final order issued pursuant to subdivision (4)(a)(i) or (ii)
- of this section may be appealed. The appeal shall be in accordance with 25
- 26 the Administrative Procedure Act.
- 27 (5) After issuance of a final order under subdivision (4)(a)(i) or
- (ii) of this section and if no appeal is timely filed, the State Fire 28
- 29 Marshal may request the Attorney General to bring an action under section
- 30 81-547 in the district court for the county in which the defendant's
- 31 principal place of business is located. , and the

(6)(a) Except as provided in subdivision (b) of this subsection, the 1

2 district court may impose a civil penalty of not to exceed ten thousand

- 3 dollars for each violation for each day that such violation persists,
- except that the maximum civil penalty shall not exceed five hundred 4
- 5 thousand dollars for any related series of violations.
- 6 (b) For a violation of the federal safety standards established by
- 7 the United States Secretary of Transportation pursuant to the federal
- Natural Gas Pipeline Safety Act of 1968 that have been incorporated in 8
- 9 safety standards established by the State Fire Marshal under section
- 81-543, the district court may impose a civil penalty of up to two 10
- hundred thousand dollars for each violation for each day that such 11
- 12 violation persists, except that the maximum civil penalty shall not
- exceed two million dollars for any related series of violations. 13
- 14 (7) No person shall be subject to civil penalties under both section
- 15 81-547 and the One-Call Notification System Act for conduct which may
- give rise to a violation under both the Nebraska Natural Gas Pipeline 16
- Safety Act of 1969 and the One-Call Notification System Act, unless that 17
- conduct is reckless or is done with willful disregard for the safety of 18
- others or their property. In the absence of recklessness or willful 19
- 20 disregard for the safety of others or their property, such conduct shall
- 21 be enforced primarily in accordance with section 76-2325.
- 22 (8) (2) In determining the amount of a such penalty imposed under
- 23 subsection (6) of this section, the court shall consider
- 24 appropriateness of such penalty to the size of the business of the person
- charged, the gravity of the violation, the amount of harm or damage 25
- 26 resulting from the violation, prior offenses and compliance history of
- 27 the person charged, and the good faith of the person charged in
- attempting to achieve compliance, remedial actions taken by the person 28
- 29 charged, and other such matters as justice may require. The amount of
- 30 such penalty, when finally determined, may be deducted from any sums
- owing by the State of Nebraska to the person charged. 31

- Sec. 5. Section 81-547, Reissue Revised Statutes of Nebraska, is 1
- 2 amended to read:
- 3 81-547 (1) The district courts shall have jurisdiction to restrain
- violations of sections 81-503, 81-505, 81-525, and 81-542 to 81-552, 4
- 5 including the restraint of transportation of gas or the operation of a
- 6 pipeline facility, or to enforce standards established under the Nebraska
- 7 Natural Gas Pipeline Safety Act of 1969 hereunder upon petition by the
- 8 Attorney General on behalf of the State of Nebraska. — Whenever
- 9 practicable, the State Fire Marshal shall give notice to any person
- 10 against whom an action for injunctive relief is contemplated and afford
- 11 him an opportunity to present his views, and, except in the case of a
- 12 knowing and willful violation, shall afford him reasonable opportunity to
- 13 achieve compliance. The failure to give such notice and afford such
- 14 opportunity shall not preclude the granting of appropriate relief.
- 15 (2) Actions under subsection (1) of this section and section 81-546
- shall be brought in the county in the State of Nebraska in which the 16
- 17 defendant's principal place of business is located, and process in such
- cases may be served in any other county in the State of Nebraska where 18
- the defendant may be found or in which the defendant is an inhabitant or 19
- 20 transacts business.
- 21 Sec. 11. Since an emergency exists, this act takes effect when
- 22 passed and approved according to law.
- 23 Renumber the remaining sections and correct the repealer
- 24 accordingly.