LEGISLATURE OF NEBRASKA

ONE HUNDRED SIXTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 462

Introduced by Friesen, 34.

Read first time January 18, 2019

Committee: Transportation and Telecommunications

1 A BILL FOR AN ACT relating to the One-Call Notification System Act; to 2 amend sections 76-2301, 76-2303, 76-2305, 76-2319, 76-2322, and 3 76-2325, Reissue Revised Statutes of Nebraska; to define and 4 redefine terms; to provide duties for the board of directors and the State Fire Marshal; to provide for the licensing of locators and the 5 6 establishment of minimum training standards and practices; to create 7 a dispute resolution board as prescribed; to provide a penalty; to 8 harmonize provisions; to repeal the original sections; and to 9 outright repeal section 76-2316, Reissue Revised Statutes of Nebraska. 10

11 Be it enacted by the people of the State of Nebraska,

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1 Section 1. Section 76-2301, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 76-2301 Sections 76-2301 to 76-2331 <u>and sections 3, 5, 6, 8, 9, and</u>
- 4 12 of this act shall be known and may be cited as the One-Call
- 5 Notification System Act.
- 6 Sec. 2. Section 76-2303, Reissue Revised Statutes of Nebraska, is
- 7 amended to read:
- 8 76-2303 For purposes of the One-Call Notification System Act, the
- 9 definitions found in sections 76-2303.01 to 76-2317 and sections 3, 5,
- 10 and 6 of this act shall be used.
- 11 Sec. 3. Board of directors means the board of directors established
- 12 <u>under section 76-2319 and composed of members designated pursuant to</u>
- 13 <u>rules and regulations adopted and promulgated by the State Fire Marshal.</u>
- 14 Sec. 4. Section 76-2305, Reissue Revised Statutes of Nebraska, is
- 15 amended to read:
- 16 76-2305 Center means shall mean the statewide one-call notification
- 17 center which shall have as its principal purpose the statewide receipt
- 18 and dissemination to participating operators of information on a fair and
- 19 <u>uniform basis concerning intended excavations by excavators in areas</u>
- 20 where operators have underground facilities.
- 21 Sec. 5. <u>Locator means a person who identifies and marks underground</u>
- 22 facilities for an operator, including a contractor for an operator who
- 23 performs such location services.
- 24 Sec. 6. Ticket means the compilation of data received by the center
- 25 in the notice of excavation and the facility locations provided to the
- 26 <u>center and which is assigned a unique identifying number.</u>
- 27 Sec. 7. Section 76-2319, Reissue Revised Statutes of Nebraska, is
- 28 amended to read:
- 29 76-2319 (1) The center shall be governed by a board of directors who
- 30 shall oversee operation of the center pursuant to rules and regulations
- 31 adopted and promulgated by the State Fire Marshal to carry out the One-

- 1 Call Notification System Act. The board of directors shall have the
- 2 <u>authority to (a) propose all rules and regulations to be adopted and</u>
- 3 promulgated pursuant to this section, (b) hire and retain staff and
- 4 contract with the State Fire Marshal for services to carry out the One-
- 5 <u>Call Notification System Act, (c) appoint a dispute resolution board to</u>
- 6 initiate proceedings upon a complaint filed with the board of directors
- 7 and hear evidence regarding such complaint and make recommendations to
- 8 the State Fire Marshal as provided in section 9 of this act, (d)
- 9 determine the parameters of cases the dispute resolution board shall
- 10 hear, and (e) have such other authority as provided by rules and
- 11 <u>regulations adopted and promulgated by the State Fire Marshal that are</u>
- 12 not inconsistent with the One-Call Notification System Act.
- 13 <u>(2)</u> The board of directors shall also establish a competitive
- 14 bidding procedure to select a vendor to provide the notification service,
- 15 establish a procedure by which members of the center share the costs of
- 16 the center on a fair, reasonable, and nondiscriminatory basis, and do all
- 17 other things necessary to implement the purpose of the center. Any
- 18 agreement between the center and a vendor for the notification service
- 19 may be modified from time to time by the board of directors, and any
- 20 agreement shall be reviewed by the board of directors at least once every
- 21 three years, with an opportunity to receive new bids if desired by the
- 22 board of directors.
- (3) (2) The rules and regulations adopted and promulgated by the
- 24 State Fire Marshal to carry out subsection (2) of this section may
- 25 provide for:
- 26 (a) Any requirements necessary to comply with United States
- 27 Department of Transportation programs;
- 28 (b) The qualifications, appointment, retention, and composition of
- 29 the board of directors; and
- 30 (c) Best practices for the marking, location, and notification of
- 31 proposed excavations which shall govern the center, excavators, and

- 1 operators of underground facilities.
- 2 (4) (3) Any rule or regulation adopted and promulgated by the State
- 3 Fire Marshal pursuant to subdivision (3)(c) (2)(c) of this section shall
- 4 originate with the board of directors.
- 5 Sec. 8. (1) Only a locator licensed by the State Fire Marshal
- 6 pursuant to this section may perform underground facility location
- 7 activities. The State Fire Marshal shall adopt minimum training standards
- 8 and practices for locators which may be based on current national locator
- 9 training standards and practices. Each locator's training shall be
- 10 <u>documented</u>. Such documentation shall be maintained by each operator or
- 11 <u>locator and shall be submitted to and reviewed by the State Fire Marshal</u>
- 12 before a locator license may be issued.
- 13 (2) All applications for a locator license shall be made to the
- 14 State Fire Marshal. An applicant may be an individual or other person.
- 15 The State Fire Marshal may issue a license based on training
- 16 documentation submitted with an application which meets the standards
- 17 <u>described in subsection (1) of this section, and upon the payment of a</u>
- 18 <u>non-refundable application fee as established by the State Fire Marshal</u>
- 19 to offset the costs of administering the locator license program. The
- 20 State Fire Marshal may refuse to issue a license to any applicant failing
- 21 <u>to meet such training standards. The State Fire Marshal may suspend or</u>
- 22 revoke a locator license for malfeasance or nonfeasance in performing
- 23 underground facility location activities or for any violation of the One-
- 24 Call Notification System Act. Any denial to issue a locator license or
- 25 any suspension or revocation of such license may occur only after prior
- 26 notice is given to the applicant or license holder, and the applicant or
- 27 <u>license holder is provided the right to a hearing before the State Fire</u>
- 28 Marshal, pursuant to rules and regulations adopted by the State Fire
- 29 <u>Marshal</u>.
- 30 (3) Any action of the State Fire Marshal pursuant to subsection (2)
- 31 of this section may be appealed, and the appeal shall be in accordance

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1 <u>with the Administrative Procedure Act.</u>

2 Sec. 9. (1) The board of directors shall include as part of its operations a dispute resolution board which shall consist of two 3 4 excavator members and two operator members selected by the board of 5 directors from within its membership and one employee of the State Fire Marshal's office other than the State Fire Marshal as designated by the 6 State Fire Marshal. The dispute resolution board shall hear disputes 7 between excavators and operators regarding damage to any underground 8 9 facility caused by an excavation as provided by this section. Members of 10 the dispute resolution board shall be reimbursed for their actual and necessary expenses as provided in sections 81-1174 to 81-1177. 11 (2) Upon a complaint filed with the State Fire Marshal by an 12 13 excavator or operator alleging that a dispute exists regarding liability for damage under section 76-2324, the State Fire Marshal shall initiate a 14 proceeding before the dispute resolution board to hear evidence from both 15 16 the complainant and respondent regarding such dispute. A notice of 17 hearing shall be sent by the State Fire Marshal to all parties by personal service or by certified mail, return receipt requested. Such 18 19 notice shall set forth the time and place of hearing and include notice that the right to a hearing may be waived by the respondent but that such 20 waiver shall be construed as an admission of liability by the dispute 21 22 resolution board. If the complainant and respondent agree to settle the 23 dispute prior to hearing, notice of such settlement shall be sent by both 24 parties to the State Fire Marshal who shall then cancel the hearing. 25 Hearing expenses incurred shall be reimbursed to the State Fire Marshal by the board of directors from center funds. 26 (3) After notice and hearing, the dispute resolution board shall 27 make its findings and submit a recommendation to the State Fire Marshal 28 for issuance of an order in determination of liability. The State Fire 29 30 Marshal shall issue his or her order and serve copies of the same on all

parties by personal service or by certified mail, return receipt

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- 1 requested, no later than thirty days after hearing. Such order of the
- 2 State Fire Marshal may be appealed, and such appeal shall be in
- 3 <u>accordance with the Administrative Procedure Act.</u>
- 4 (4) Nothing in this section shall be construed to limit the right of
- 5 any party to pursue other relief or remedies provided by law, including
- 6 commencing a civil action in the appropriate district court.
- 7 (5) The State Fire Marshal may adopt and promulgate rules and
- 8 <u>regulations necessary to carry out this section.</u>
- 9 Sec. 10. Section 76-2322, Reissue Revised Statutes of Nebraska, is
- 10 amended to read:
- 11 76-2322 An excavator shall serve notice of intent to excavate upon
- 12 the center by submitting a locate request using a method provided by the
- 13 center. The center shall inform the excavator of all operators to whom
- 14 such notice will be transmitted and shall promptly transmit such notice
- 15 to every operator having an underground facility in the area of intended
- 16 excavation. The notice shall be transmitted to operators and excavators
- 17 as a ticket. The center shall assign an identification number to each
- 18 notice received, which number shall be evidenced on the ticket.
- 19 Sec. 11. Section 76-2325, Reissue Revised Statutes of Nebraska, is
- 20 amended to read:
- 21 76-2325 (1) Any person who violates the provisions of section
- 22 76-2320, 76-2321, 76-2322, 76-2323, 76-2326, 76-2330, or 76-2331<u>or</u>
- 23 <u>section 8 of this act</u> shall be subject to a civil penalty as follows:
- (a) (b) For a violation related to a gas or hazardous liquid
- 25 underground pipeline facility or a fiber optic telecommunications
- 26 facility, an amount not to exceed ten thousand dollars for each violation
- 27 for each day the violation persists, up to a maximum of five hundred
- 28 thousand dollars; and
- 29 <u>(b) (2) For a violation related to any other underground facility,</u>
- 30 an amount not to exceed five thousand dollars for each day the violation
- 31 persists, up to a maximum of fifty thousand dollars; and -

- 1 (c) For a violation related to an unlicensed person operating as a
- 2 locator contrary to section 8 of this act, an amount not to exceed five
- 3 <u>hundred dollars per violation.</u>
- 4 (2) An action to recover a civil penalty shall be brought by the
- 5 Attorney General or a prosecuting attorney on behalf of the State of
- 6 Nebraska in any court of competent jurisdiction of this state. The trial
- 7 shall be before the court, which shall consider the nature,
- 8 circumstances, and gravity of the violation and, with respect to the
- 9 person found to have committed the violation, the degree of culpability,
- 10 the absence or existence of prior violations, whether the violation was a
- 11 willful act, any good faith attempt to achieve compliance, and such other
- 12 matters as justice may require in determining the amount of penalty
- 13 imposed. All penalties shall be remitted to the State Treasurer for
- 14 distribution in accordance with Article VII, section 5, of the
- 15 Constitution of Nebraska.
- Sec. 12. (1) For purposes of this section, underground facility has
- 17 the same meaning as in section 76-2317 except the underground facility
- 18 shall not include facilities related to gas or liquid natural gas.
- 19 (2) The State Fire Marshal may, by rule and regulation, define
- 20 occurrences relating to damage of an underground facility that creates an
- 21 emergency condition that requires an excavator to immediately notify an
- 22 operator or a locator, if applicable, and the center regarding the
- 23 <u>location and extent of damage to an underground facility.</u>
- 24 Sec. 13. Original sections 76-2301, 76-2303, 76-2305, 76-2319,
- 25 76-2322, and 76-2325, Reissue Revised Statutes of Nebraska, are repealed.
- Sec. 14. The following section is outright repealed: Section
- 27 76-2316, Reissue Revised Statutes of Nebraska.