# The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Prepared By: The Professional Staff of the Transportation Committee						
BILL:	SB 2492					
INTRODUCER:	Senator Crist					
SUBJECT:	Contract Carriers					
DATE:	April 3, 2008	REVISED:				
ANALYST		STAFF DIRECTOR	REFERENCE		ACTION	
1. Eichin		Meyer	TR	<b>Favorable</b>		
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# I. Summary:

Senate Bill 2492 requires contract carriers transporting railroad employees to maintain liability insurance. Drivers for these carriers are required to hold a commercial drivers license, submit to drug and alcohol testing, comply with specified hours of service requirements, and maintain driver logs.

This bill substantially amends s. 316.302, F.S.

#### II. Present Situation:

Train Crew Hours of Service

The Hours of Service Act of 1907<sup>1</sup> imposes a limit on the maximum hours of service a train crew can continuously operate trains while on duty. The purpose of the statute is to promote safety in operating trains by preventing the excessive mental and physical strain which usually results from remaining too long at an exacting task.<sup>2</sup> A maximum shift consists of twelve hours. The Hours of Service Act also imposes mandatory time off duty before an employee can resume his operating duties. An employee who has worked a continuous twelve-hour shift must receive ten consecutive hours off duty. In addition, no employee can be called to operations duty unless he has received eight continuous hours of off-duty time in the preceding twenty-four hour interval.<sup>3</sup>

<sup>&</sup>lt;sup>1</sup> 45 U.S.C. Secs. 61-66

<sup>&</sup>lt;sup>2</sup> Chicago & A.R. Co. v. United States, 247 U.S. 197, 199, 38 S.Ct. 442, 443, 62 L.Ed. 1066 (1918).

<sup>&</sup>lt;sup>3</sup> 45 U.S.C. Sec. 62(a)(2).

Because of the itinerant nature of railroad operations, the limitation on a train crew's hours of service presents special problems to railroads. When a train crew reaches its twelve-hour maximum it must cease operating its assigned train. If the train has not yet reached its destination, the "expired" or "outlawed" crew must "park" the train and wait for transportation to its designated terminal. The railroad must then transport another crew to the parked train to operate the train until it reaches its destination.

# "Deadheading" and "Dogcatching"

Transportation to or from a parked train is called "deadhead" transportation. The transportation may be in the form of a railroad-owned van, another train going to the crew's designated terminal, or a third-party contract carrier hired to transport crew members to or from a parked train. Because of the lucrative nature of the business, cab companies and other carriers offer this service to railroads, often under a specific contract. The practice is known in the business as "dogcatching." Dogcatching is a service that may be required on a round the clock basis. Due to the efficiency of integrated communications and standardized practices, a small number of businesses have specialized in providing this service to railroads.

# Commercial Motor Vehicles

Section 316.003(66), F.S., defines a CMV as any self-propelled or towed vehicle used on the public highways in commerce to transport passengers or cargo, if such vehicle:

- a) Has a gross vehicle weight rating of 10,000 pounds or more;
- b) Is designed to transport more than 15 passengers, including the driver; or
- c) Is used in the transportation of materials found to be hazardous for the purposes of the Hazardous Materials Transportation Act, as amended (49 U.S.C. ss. 1801 et seq.).

The regulation of CMVs and their drivers occurs through a combination of federal and state laws. Under the Motor Carrier Safety Improvement Act of 1999, the Federal Motor Carrier Safety Administration (FMCSA) was established within the United States Department of Transportation (USDOT) to reduce crashes, injuries and fatalities involving large trucks and buses. Federal regulations adopted by the FMCSA provide general applicability, definitions, requirements and information for persons subject to ch. 316, F.S. Specifically, Title 49 Code of Federal Regulations, subsection 390.3 ascribes applicability to "all employers, employees, and commercial motor vehicles, which transport property or passengers in interstate commerce."

The federal regulations have been codified in Florida law, specifically s. 316.302, F.S., which subjects all owners and drivers of CMVs engaged in interstate commerce and operated on public roadways to the rules and regulations contained in 49 Code of Federal Regulations Parts 382, 385, and 390 through 397.

Under s. 316.302, F.S., The Florida Department of Transportation's (FDOT) Motor Carrier Compliance Office's (MCCO) enforces state and federal laws and agency rules to ensure trucks and buses operating in Florida:

- are mechanically sound,
- are properly licensed,

- do not exceed size and weight limits, and
- are driven by properly qualified, licensed drivers operating their vehicles in a safe manner.

Section 316.302, F.S., also authorizes the FDOT to conduct compliance reviews for the purpose of determining whether CMVs are compliant with all safety requirements contained in s. 316.302, F.S. The MCCO officers perform vehicle safety inspections to determine whether commercial drivers are appropriately licensed, are not under the influence of drugs or alcohol, have maintained required logbooks of their hours of service, and are not operating their vehicles in an unsafe manner. Safety inspections can include examination of vehicle parts such as brakes, lights, and safety equipment and, if carried onboard, the packaging and labeling of hazardous materials. The section also requires the display of certain information (placarding) on the side of the power unit of certain commercial vehicles to comply with federal and state hazardous material requirements.

#### Commercial Driver Licenses (CDL)

Drivers of CMVs in excess of 26,000 pounds, those transporting placardable amounts of hazardous materials, or drivers of vehicles designed to transport more than 15 persons including the driver must obtain a commercial driver's license (CDL), and obey all federal and state regulations relating to commercial drivers, including "hours of service" regulations that set a required amount of non-driving rest time for commercial drivers.

# III. Effect of Proposed Changes:

The bill adds specific safety requirements for contract carriers employed by railroad companies to requirements existing in current law. Such contract carriers would also be subject to the general laws adopted by the state and currently included in the Federal Motor Carrier Safety Regulations found in Chapter 49 of the Code of Federal Regulations (49 CFR), Parts 390 through 397, and the Hazardous Materials Transportation Regulations found in 49 CFR, Parts 100 through 180, as they apply to highway transportation.

#### Specifically the bill:

- Requires contract carrier drivers to hold commercial driver's license;
- Requires contract carriers to perform alcohol and drug testing on drivers prior to employment, on suspicion of drug or alcohol use, at least once a year at random;
- Limits duties of contract carrier operators to a maximum of 14 hours per shift, with a total of 12 hours of driving. This provision also requires a minimum 10 hour rest period between shifts;
- Requires contract carriers to record hours of service, driving time, and total time worked per shift on a weekly basis. This provision also requires logs be retained for minimum of 3 years;
- Requires commercial for-hire carrier companies to maintain liability insurance coverage of \$1.5 million per vehicle and underinsured and uninsured motorists coverage at an equal amount;
- Requires FDOT to adopt rules regulating contract carriers employed by Florida railroad companies. These rules must at a minimum comply with the contract carrier provisions listed above; and

• Requires FDOT to inform contract carriers and railroad companies of applicable requirements and statutes.

# IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

# V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

Any carrier contracting with railroads for the transportation of train crews and not currently meeting the bill's requirements would be required to obtain liability and uninsured/underinsured policies. Likewise, drivers for such carriers would be required to obtain a CDL at a cost of \$50.

C. Government Sector Impact:

None.

#### VI. Technical Deficiencies:

None.

# VII. Related Issues:

A number of State Legislatures, including Texas, Alabama, and Missouri have recently adopted or are currently considering similar legislation.

# VIII. Additional Information:

A. Committee Substitute – Statement of Substantial Changes:

(Summarizing differences between the Committee Substitute and the prior version of the bill.)

None.

# B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.