SENATE BILL NO. 366

May 30, 2023, Introduced by Senators MCCANN, IRWIN, SHINK, SINGH, WOJNO and POLEHANKI and referred to the Committee on Energy and Environment.

A bill to amend 1969 PA 165, entitled

"An act to authorize the public service commission to establish and enforce gas safety standards; and to provide penalties for violations thereof,"

by amending section 11 (MCL 483.161), as amended by 1992 PA 11.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 11. (1) A person who that violates this act or a rule
- 2 promulgated under this act is subject to a—an administrative fine
- 3 of not more than \$10,000.00 \$200,000.00 for each violation for each
- 4 day that the violation persists, except that the maximum civil
- 5 penalty administrative fine shall not exceed \$500,000.00

KHS \$02399'23

- 1 \$2,500,000.00 for any related series of violations.
- 2 (2) No sooner than September 1, 2024, and by October 1 of each
- 3 year thereafter, the commission shall issue an order adjusting the
- 4 administrative fines under subsection (1) for inflation using the
- 5 Consumer Price Index.
- 6 (3) (2)—In determining the amount of the administrative fine
- 7 under subsection (1), the commission shall consider all of the
- 8 following:

14

- ${f 9}$ (a) The effect on the ability of the person ${\hbox{\footnotesize charged}}$ to
- 10 continue in business.
- 11 (b) The nature, circumstances, and gravity of the violation.
- 12 (c) Any good faith good-faith effort by the person charged to
- 13 comply with the requirements of this act.
 - (d) The degree of culpability of the person. charged.
- 15 (e) The history of prior violations of the person. charged.
- 16 (f) The ability of the person charged to pay.
- 17 (g) Other matters as justice may require.
- 18 (4) (3) The amount of the penalty stipulated may be deducted
- 19 from a sum the state owes the person charged or may be recovered in
- 20 a civil action in the Ingham county County circuit court.
- 21 (5) (4)—A person who willfully and knowingly defaces, damages,
- 22 removes, or destroys a pipeline sign or right-of-way marker
- 23 required by this act is guilty of a misdemeanor punishable by
- 24 imprisonment for not more than 1 year —or by a fine of not more
- 25 than \$5,000.00, or both, for each offense.
- 26 (6) As used in this section, "Consumer Price Index" means the
- 27 most comprehensive index of consumer prices available for the
- 28 Detroit area from the United States Department of Labor, Bureau of
- 29 Labor Statistics.