1 HOUSE OF REPRESENTATIVES - FLOOR VERSION 2 STATE OF OKLAHOMA 3 2nd Session of the 59th Legislature (2024) HOUSE BILL 3548 4 By: Sterling of the House 5 and Weaver of the Senate 6 7 8 9 AS INTRODUCED 10 An Act relating to motor vehicles; creating the Jamie Lea Pearl Act; requiring medical needs motor carriers to have certain tax exempt status; requiring 11 transport of certain passengers at certain cost; allowing the use of certain vehicles and drivers; 12 providing nondiscrimination policy; setting minimum 1.3 insurance requirements; stating certain insurance policy not required; requiring certain vehicle 14 inspections; limiting working hours; requiring drug testing and certain background and motor vehicle 15 record checks; requiring retention of certain records and files; authorizing transportation of persons for 16 non-medical needs; authorizing the promulgation of certain emergency and permanent rules; amending 47 17 O.S. 2021, Section 230.23, which relates to definitions; defining term; amending 47 O.S. 2021, 18 Section 230.29, which relates to operation of vehicles not owned by a motor carrier; modifying 19 definitions; providing for noncodification; providing for codification; and declaring an emergency. 2.0 2.1 22 23 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 2.4

1 SECTION 1. NEW LAW A new section of law not to be

2 | codified in the Oklahoma Statutes reads as follows:

5

6

7

8

9

10

11

12

1.3

14

15

16

17

18

19

This act shall be known and may be cited as the "Jamie Lea Pearl Act".

- SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 230.33a of Title 47, unless there is created a duplication in numbering, reads as follows:
 - A. A medical needs motor carrier shall:
 - 1. Be formed under 28 U.S.C. § 501 (c)(3);
- 2. Be engaged in the transportation of passengers and their baggage at little or no cost for medical needs, including, but not limited to, dialysis, cancer treatments, prosthetics, pain management, and physical rehabilitation;
 - 3. The medical needs motor carrier engaged in the transportation of passengers and their baggage may be accomplished by use of vehicles owned or leased by the company or vehicles owned or leased by drivers of the company.
 - 4. Not deny transportation for medical needs based on ethnicity, age, sex, or disability;
- 5. Require every driver and vehicle used in its medical needs
 motor carrier operations to carry a primary liability insurance in
 the amount of at least One Hundred Thousand Dollars (\$100,000.00)
 for death and bodily injury per person, Three Hundred Thousand
 Dollars (\$300,000.00) for death and bodily injury per incident, and

- One Hundred Thousand Dollars (\$100,000.00) for property damage, but shall not be required to carry a general liability policy;
 - 6. Have all drivers' vehicles inspected on a quarterly basis to confirm that all vehicles meet all state and federal guidelines for safety;
 - 7. Not allow its drivers to operate a motor vehicle more than ten (10) hours in each 24-hour period; and
 - 8. Retain in their files records showing that all drivers have five-year clean motor vehicle records, federal and state background checks, ten (10) panel drug testing results, and fingerprint cards.

 Records must be retained by the company for a period of at least two (2) years after the driver is no longer driving for the company.
 - B. A medical needs motor carrier may engage in the transportation of passengers and their baggage, by use of vehicles as described in paragraph 3 of subsection A of this section, for hire as necessary for the company to generate sufficient revenue to cover their cost of operations, including, but not limited to, fuel, insurance, uniforms, a reasonable compensation for the owners of the company, drug testing, fingerprinting, tag or badges, vehicle inspection, vehicle maintenance, and repair.
 - C. Within sixty (60) days of the passage and approval of this act, the Oklahoma Corporation Commission shall promulgate emergency rules and regulations necessary to carry out the provisions of this bill, and thereafter promulgate permanent rules as necessary.

1.3

SECTION 3. AMENDATORY 47 O.S. 2021, Section 230.23, is amended to read as follows:

Section 230.23 As used in the Motor Carrier Act of 1995:

- 1. "Person" means any individual, firm, copartnership, limited partnership, corporation, limited liability corporation, company, association, or joint-stock association and includes any trustee, receiver, assignee, or personal representative thereof;
 - 2. "Commission" means the Oklahoma Corporation Commission;
- 3. "License" means the license issued under authority of the laws of the State of Oklahoma to motor carriers and private carriers;
- 4. "Interstate Registration Certificate" (IRC) means a document issued by the Commission granting permission to operate upon the highways of the State of Oklahoma in interstate commerce exempt from federal motor carrier regulation;
- 5. "Motor vehicle" means any automobile, truck, truck-tractor, trailer or semitrailer or any motor bus or any self-propelled vehicle not operated or driven upon fixed rails or tracks;
- 6. "Motor carrier of persons or property" means any person, except a carrier of household goods or used emigrant movables, operating upon any public highway for the transportation of passengers or property for compensation or for hire or for commercial purposes, and not operating exclusively within the limits of an incorporated city or town within this state. Provided, the

provisions of the Motor Carrier Act of 1995 shall not apply to the following vehicles and equipment when such vehicles and equipment are being used for the following:

- a. taxicabs and bus companies engaged in the

 transportation of passengers and their baggage, not

 operated between two or more cities and towns, when

 duly licensed by a municipal corporation in which they

 might be doing business,
- b. any person or governmental authority furnishing transportation for school children to and from public schools or to and from public-school-related extracurricular activities under contract with, and sponsored by, a public school board; provided, that motor vehicles and equipment operated for the purposes shall qualify in all respects for the transportation of school children under the Oklahoma School Code and the rules of the State Board of Education adopted pursuant thereto.
- c. transport trucks transporting liquefied petroleum gases intrastate which are owned or operated by a person subject to and licensed by the Oklahoma Liquefied Petroleum Gas Regulation Act, and
- d. transportation of livestock and farm products in the raw state, when any of such commodities move from farm

1

3

4

5

6

7

8

9

10

11

12

1.3

14

15

16

17

18

19

20

2.1

22

23

to market or from market to farm on a vehicle or on

vehicles owned and operated by a bona fide farmer not

engaged in motor vehicle transportation on a

commercial scale;

- 7. "Corporate family" means a group of corporations consisting of a parent corporation and all subsidiaries in which the parent corporation owns directly or indirectly one hundred percent (100%) interest;
- 8. "Intercorporate hauling" means the transportation of property, by motor vehicle, for compensation, by a carrier which is a member of a corporate family, as defined in the Motor Carrier Act of 1995, when the transportation for compensation is provided for other members of the corporate family;
- 9. "Private carrier" means any person engaged in transportation upon public highways, of persons or property, or both, but not as a motor carrier, and includes any person who transports property by motor vehicle where such transportation is incidental to or in furtherance of any commercial enterprise of such person, other than transportation;
- 10. "Market" means the point at which livestock and farm products in the raw state were first delivered by the producer of the livestock and farm products in the raw state, upon the sale thereof;

1.3

- 11. "Public highway" means every public street, road or highway, or thoroughfare in this state, used by the public, whether actually dedicated to the public and accepted by the proper authorities or otherwise; and
 - 12. "Commercial enterprise" means all undertakings entered into for private gain or compensation, including all industrial pursuits, whether the undertakings involve the handling of or dealing in commodities for sale or otherwise; and
 - 13. "Medical needs motor carrier of persons or property" means a company formed under 28 U.S.C § 501 (c) (3) engaged in the transportation of passengers and their baggage at little or no cost throughout the state of Oklahoma for medical needs, including, but not limited to, dialysis, cancer treatments, prosthetics, pain management, and physical rehabilitation.
- SECTION 4. AMENDATORY 47 O.S. 2021, Section 230.29, is amended to read as follows:
- 17 Section 230.29 A. As used in this section:
 - 1. "Authorized carrier" means a person or persons authorized to engage in the transportation of passengers or property as a licensed motor carrier;
 - 2. "Equipment" means a motor vehicle, straight truck, tractor, semitrailer, full trailer, any combination of these and any other type of equipment used by authorized carriers in the transportation

of passengers or property for hire or property for hire by a medical needs motor carrier;

- 3. "Owner" means a person to whom title to equipment has been issued, or who, without title, has the right to exclusive use of equipment for a period longer than thirty (30) days;
- 4. "Lease" means a contract or arrangement in which the owner grants the use of equipment, with or without driver, for a specified period to an authorized carrier for use in the regulated transportation of passengers or property, in exchange for compensation;
- 5. "Lessor", in a lease, means the party granting the use of equipment, with or without driver, to another;
- 6. "Lessee", in a lease, means the party acquiring the use of equipment, with or without driver, from another;
- 7. "Addendum" means a supplement to an existing lease which is not effective until signed by the lessor and lessee; and
- 8. "Shipper" means a person who sends or receives passengers or property which is transported in intrastate commerce in this state.
- B. An authorized carrier may perform authorized transportation in equipment it does not own only under the following conditions:
- 1. There shall be a written lease granting the use of the equipment and meeting the requirements as set forth in subsection C of this section;

1.3

- 2. The authorized carrier acquiring the use of equipment under this section shall identify the equipment in accordance with the requirements of the Commission; and
- 3. Upon termination of the lease, the authorized carrier shall remove all identification showing it as the operating carrier before giving up possession of the equipment.
- C. The written lease required pursuant to subsection B of this section shall contain the following provisions. The required lease provisions shall be adhered to and performed by the authorized carrier as follows:
- 1. The lease shall be made between the authorized carrier and the owner of the equipment. The lease shall be signed by these parties or by their authorized representatives;
- 2. The lease shall specify the time and date or the circumstances on which the lease begins and ends and include a description of the equipment which shall be identified by vehicle serial number, make, year model and current license plate number;
- 3. The period for which the lease applies shall be for thirty (30) days or more when the equipment is to be operated for the authorized carrier by the owner or an employee of the owner;
- 4. The lease shall provide that the authorized carrier lessee shall have exclusive possession, control and use of the equipment for the duration of the lease. The lease shall further provide that

1.3

the authorized carrier lessee shall assume complete responsibility for the operation of the equipment for the duration of the lease;

- 5. The amount to be paid by the authorized carrier for equipment and driver's services shall be clearly stated on the face of the lease or in an addendum which is attached to the lease;
- The lease shall clearly specify the responsibility of each party with respect to the cost of fuel, fuel taxes, empty mileage, permits of all types, tolls, detention and accessorial services, base plates and licenses, and any unused portions of such items. Except when the violation results from the acts or omissions of the lessor, the authorized carrier lessee shall assume the risks and costs of fines for overweight and oversize trailers when the trailers are preloaded, sealed, or the load is containerized, or when the trailer or lading is otherwise outside of the lessor's control, and for improperly permitted overdimension and overweight loads and shall reimburse the lessor for any fines paid by the lessor. If the authorized carrier is authorized to receive a refund or a credit for base plates purchased by the lessor from, and issued in the name of, the authorized carrier, or if the base plates are authorized to be sold by the authorized carrier to another lessor the authorized carrier shall refund to the initial lessor on whose behalf the base plate was first obtained a prorated share of the amount received;

24

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

- 7. The lease shall specify that payment to the lessor shall be made by the authorized carrier within fifteen (15) days after submission of the necessary delivery documents and other paperwork concerning a trip in the service of the authorized carrier. The paperwork required before the lessor can receive payment is limited to those documents necessary for the authorized carrier to secure payment from the shipper. The authorized carrier may require the submission of additional documents by the lessor but not as a prerequisite to payment;
- 8. The lease shall clearly specify the right of the lessor, regardless of method of compensation, to examine copies of the documentation of the carrier upon which charges are assessed;
- 9. The lease shall clearly specify all items that may be initially paid for by the authorized carrier, but ultimately deducted from the compensation of the lessor at the time of payment or settlement together with a recitation as to how the amount of each item is to be computed. The lessor shall be afforded copies of those documents which are necessary to determine the validity of the charge;
- 10. The lease shall specify that the lessor is not required to purchase or rent any products, equipment, or services from the authorized carrier as a condition of entering into the lease arrangement;
 - 11. As it relates to insurance:

1.3

a.

17 | 0

coverage for the protection of the public, and b. the lease shall clearly specify the conditions under

of the authorized carrier to maintain insurance

the lease shall clearly specify the legal obligation

- which deductions for cargo or property damage may be made from the lessor's settlements. The lease shall further specify that the authorized carrier must provide the lessor with a written explanation and itemization of any deductions for cargo or property damage made from any compensation of money owed to the lessor. The written explanation and itemization must be delivered to the lessor before any deductions are made; and
- 12. An original and two copies of each lease shall be signed by the parties. The authorized carrier shall keep the original and shall place a copy of the lease in the equipment during the period of the lease. The owner of the equipment shall keep the other copy of the lease.
- D. The provisions of this section shall apply to the leasing of equipment with which to perform transportation regulated by the Corporation Commission by motor carriers holding a license from the Commission to transport passengers or property.
- SECTION 5. It being immediately necessary for the preservation of the public peace, health or safety, an emergency is hereby

1	declared to exist, by reason whereof this act shall take effect and
2	be in full force from and after its passage and approval.
3	
4	COMMITTEE REPORT BY: COMMITTEE ON PUBLIC SAFETY, dated 02/20/2024 -
5	DO PASS, As Coauthored.
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	

HB3548 HFLR BOLD FACE denotes Committee Amendments.