REFERENCE TITLE: weights and measures; omnibus

State of Arizona House of Representatives Fifty-second Legislature Second Regular Session 2016

HB 2171

Introduced by Representative Petersen

AN ACT

AMENDING SECTION 3-102, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2015, CHAPTER 244, SECTION 3; AMENDING SECTIONS 3-105, 3-615, 3-3401, 3-3412, 3-3414, 3-3415, 3-3416 AND 3-3417, ARIZONA REVISED STATUTES; AMENDING TITLE 3, CHAPTER 19, ARTICLE 2, ARIZONA REVISED STATUTES, BY ADDING SECTION 3-3419; AMENDING SECTIONS 3-3431, 3-3433, 3-3434, 3-3436, 3-3437, 3-3451, 3-3452, 3-3453, 3-3454, 3-3473, 3-3475 AND 3-3476, ARIZONA REVISED STATUTES; REPEALING SECTION 3-3491, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2015, CHAPTER 244, SECTION 2; PROVIDING FOR RENUMBERING; AMENDING SECTIONS 3-3491, 3-3492, 3-3493, 3-3494 AND 3-3498, ARIZONA REVISED STATUTES, AS RENUMBERED BY THIS ACT; AMENDING SECTIONS 3-3512, 3-3514, 28-9501, 28-9502, 28-9503, 28-9521, 28-9523, 28-9524, 28-9525 AND 41-1092.02, ARIZONA REVISED STATUTES; AMENDING LAWS 2014, CHAPTER 132, SECTION 11; RELATING TO WEIGHTS AND MEASURES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona: 2 Section 1. Section 3-102, Arizona Revised Statutes, as amended by Laws 3 2015, chapter 244, section 3, is amended to read: 4 3-102. <u>Department organization</u> 5 A. The Arizona department of agriculture is established consisting of 6 the following divisions: 7 1. The animal services division, which is responsible for milk, dairy, 8 livestock and aquaculture regulation, the state veterinarian, meat, poultry 9 and egg inspection and performing the administrative functions authorized or 10 contracted pursuant to law for the Arizona beef council. 11 2. The plant services division, which is responsible for the fruit and 12 vegetable standardization program and entomological services. 13 3. The environmental services division, which is responsible for 14 regulating seed, feed and agricultural chemicals, including pesticides and 15 fertilizers, and for native plant protection. 16 4. The weights and measures services division, which is responsible 17 for the inspection, testing and licensing of commercial weighing, and 18 measuring AND COUNTING devices. 19 B. The following are established in addition to and separate from the 20 divisions of the department: 21 1. A state agricultural laboratory. 22 2. An office of agriculture safety. 23 3. An office of inspections. 24 4. An office of commodity development and promotion. 25 C. The department shall have a central administrative service office 26 providing: 27 1. Data processing, accounting and budgeting, records management, 28 publications, property control and personnel services and training. 29 2. A program to cross-train appropriate personnel to enable them to 30 perform similar functions or comparable work for different administrative 31 units in the department. 32 Sec. 2. Section 3-105, Arizona Revised Statutes, is amended to read: 33 3-105. <u>Division councils</u> 34 A. The director may appoint a division council within any division of 35 the department, and shall appoint an animal services division council AND A 36 WEIGHTS AND MEASURES SERVICES DIVISION COUNCIL, consisting of representatives 37 of the various industries and commodities regulated by that division THOSE 38 DIVISIONS. Any such organization may request representation on the 39 RESPECTIVE division council, but the actual appointments to the division 40 council are at the discretion of the director. 41 B. Members shall serve two-year terms of office which THAT are 42 staggered among the members. Members of division councils serve without 43 compensation but are eligible for reimbursement for travel and other expenses 44 as provided by law. Each division council shall select a chairman and 45 vice-chairman from among its members. Division councils are public bodies

for purposes of title 38, chapter 3, article 3.1. The EACH division council shall assist and make recommendations to the associate director of the division regarding the administration and implementation of the various programs within the division. The associate director shall make a written response to the division council within fifteen days to each formal recommendation made by the council.

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8 9 Sec. 3. Section 3-615, Arizona Revised Statutes, is amended to read: 3-615. <u>Milk holding tanks: structural requirements: measuring</u> <u>device</u>

10 A. A milk holding tank shall be so designed, constructed and installed 11 as to withstand ordinary usage and permit accurate measurement of the fluid 12 contents thereof, and shall be so maintained by the owner. The tanks shall 13 be so designed, constructed, installed and maintained that complete delivery 14 of the contents may be made through delivery faucets or valves. Each tank 15 shall be plainly marked by die stamping in letters or numerals THAT ARE not 16 less than one-fourth inch in height showing the approved calibrated capacity 17 to the nearest gallon, and shall be equipped with a means by which the calibration level may be readily determined. The shell, bulkheads and 18 19 supporting framework shall be so constructed that they will not become 20 distorted under any condition of liquid lading, and means shall be provided 21 for the sealing of adjustable parts in such A manner as to prevent the 22 removal or changing of position without destroying or mutilating the seal. 23 Each milk holding tank shall be equipped with a measuring device approved by 24 the state inspector of THE weights and measures SERVICES DIVISION OF THE 25 DEPARTMENT.

26 B. It shall be unlawful to alter or tamper with a milk holding tank or 27 any part thereof in such a way as to give an inaccurate measurement of the 28 fluid contents thereof.

29 30 Sec. 4. Section 3-3401, Arizona Revised Statutes, is amended to read: 3-3401. <u>Definitions</u>

"AREA A" HAS THE SAME MEANING PRESCRIBED IN SECTION 49-541.

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In this chapter, unless the context otherwise requires:

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2. "AREA B" HAS THE SAME MEANING PRESCRIBED IN SECTION 49-541.

34 "AREA C" MEANS THAT PORTION OF PINAL COUNTY LYING WEST OF RANGE 11 3. 35 EAST, EXCLUDING THAT PORTION OF THE COUNTY LYING WITHIN AREA A AS DEFINED IN SECTION 49-541 AND THAT PORTION OF THE COUNTY WITHIN THE JURISDICTION OF ANY 36 37 INDIAN TRIBE, BAND, GROUP OR COMMUNITY THAT IS RECOGNIZED BY THE UNITED 38 STATES SECRETARY OF THE INTERIOR AND THAT EXERCISES GOVERNMENTAL AUTHORITY 39 WITHIN THE LIMITS OF ANY INDIAN RESERVATION UNDER THE JURISDICTION OF THE 40 UNITED STATES GOVERNMENT, NOTWITHSTANDING THE ISSUANCE OF ANY PATENT AND 41 INCLUDING RIGHTS-OF-WAY RUNNING THROUGH THE RESERVATION.

42 1. 4. "Associate director" means the associate director of the 43 division.

44 2. 5. "Biodiesel" means a diesel fuel substitute that is produced
 45 from nonpetroleum renewable resources as defined by the United States

environmental protection agency and that meets the registration requirements for fuels and fuel additives established by the United States environmental protection agency pursuant to section 211 of the clean air act, as defined in section 49 401.01 MONO-ALKYL ESTER THAT MEETS ASTM D6751.

5 3. 6. "Biodiesel blend" means a motor fuel that is composed of 6 biodiesel and diesel fuel and that is designated by the letter "B", followed 7 by the numeric value of the volume percentage of biodiesel in the blend.

8 4. 7. "Biofuel" means a solid, liquid or gaseous fuel that is derived 9 from biomass and that can be used directly for heating or power or as a BLEND 10 COMPONENT IN motor fuel.

11 5. 8. "Biofuel blend" means a motor fuel that is composed of a 12 biofuel, that is combined with a petroleum based PETROLEUM-BASED fuel and 13 that is designated by the volume percentage of biofuel in the blend.

6. 9. "Biomass" means biological material, such as plant or animal
 matter, excluding organic material that has been transformed by geological
 processes into substances such as coal or petroleum or derivatives thereof,
 that may be transformed into biofuel.

10. "BIOMASS-BASED DIESEL" MEANS A DIESEL FUEL SUBSTITUTE PRODUCED 18 19 FROM NONPETROLEUM RENEWABLE RESOURCES THAT MEETS THE REGISTRATION 20 REQUIREMENTS FOR FUELS AND FUEL ADDITIVES ESTABLISHED BY THE UNITED STATES 21 ENVIRONMENTAL PROTECTION AGENCY UNDER 42 UNITED STATES CODE 7545 AND INCLUDES 22 FUEL DERIVED FROM ANIMAL WASTES, INCLUDING POULTRY WASTES AND OTHER WASTE 23 MATERIALS. MUNICIPAL SOLID WASTE AND SLUDGE AND OIL DERIVED FROM WASTEWATER 24 AND THE TREATMENT OF WASTEWATER. BIOMASS-BASED DIESEL DOES NOT INCLUDE 25 BIODIESEL.

26 11. BIOMASS-BASED DIESEL BLEND" MEANS A BLEND OF PETROLEUM-BASED
 27 DIESEL FUEL WITH BIOMASS-BASED DIESEL.

7. 12. "Certification" means the process of determining the accuracy
 of a commercial device to the standards of this state by a registered service
 representative or the department DIVISION.

8. 13. "Commercial device" means any weighing, measuring, metering or counting device that is used to determine the direct cost of things sold or offered or exposed for sale, or used to establish a fee for service if the cost is based on weight, measure or count, except that it does not include those devices used for in-house packaging, inventory control or law enforcement purposes.

37 9. 14. "Commodity" means any merchandise, product or substance
 38 produced or distributed for sale to or use by others.

39 10. 15. "Correct" as used in connection with weights and measures
 40 means conformance to all applicable requirements of this chapter.

41 16. "Diesel fuel" means a refined middle distillate that is used
42 as a fuel in a compression-ignition internal combustion engine and that meets
43 the specifications of ASTM D975.

44 12. 17. "Division" means the weights and measures services division 45 of the department. 1 13. 18. "E85" "ETHANOL FLEX FUEL" means a fuel ethanol gasoline blend 2 that meets the specifications of ASTM D5798 STANDARD SPECIFICATION FOR 3 ETHANOL FUEL BLENDS FOR FLEXIBLE-FUEL AUTOMOTIVE SPARK-IGNITION ENGINES.

4 5 19. "FLEET OWNER" MEANS A REGISTERED OWNER OR LESSEE OF AT LEAST TWENTY-FIVE VEHICLES.

"GASOLINE" MEANS A VOLATILE, HIGHLY FLAMMABLE LIQUID MIXTURE OF 6 20. 7 HYDROCARBONS THAT DOES NOT CONTAIN MORE THAN FIVE ONE-HUNDREDTHS GRAMS OF LEAD FOR EACH UNITED STATES GALLON, THAT IS PRODUCED, REFINED, MANUFACTURED, 8 9 BLENDED, DISTILLED OR COMPOUNDED FROM PETROLEUM, NATURAL GAS, OIL, SHALE OILS 10 OR COAL AND OTHER FLAMMABLE LIQUIDS FREE FROM UNDISSOLVED WATER, SEDIMENT OR 11 SUSPENDED MATTER, WITH OR WITHOUT ADDITIVES, AND THAT IS COMMONLY USED AS A 12 FUEL FOR SPARK-IGNITION INTERNAL COMBUSTION ENGINES. GASOLINE DOES NOT 13 INCLUDE DIESEL FUEL OR ETHANOL FLEX FUEL.

21. "GASOLINE PROVIDER" MEANS ANY MANUFACTURER OF GASOLINE OR ANY 14 15 PERSON WHO IMPORTS GASOLINE INTO A VEHICLE EMISSIONS CONTROL AREA BY MEANS OF 16 A PIPELINE OR IN TRUCKLOAD QUANTITIES FOR THE PERSON'S OWN USE WITHIN THE 17 VEHICLE EMISSIONS CONTROL AREA OR ANY PERSON WHO SELLS GASOLINE INTENDED FOR ULTIMATE CONSUMPTION WITHIN A VEHICLE EMISSIONS CONTROL AREA. GASOLINE 18 19 PROVIDER DOES NOT MEAN A PERSON WITH RESPECT TO A GASOLINE SUPPLIED OR SOLD 20 BY THE PERSON TO ANOTHER PERSON FOR RESALE TO A RETAILER WITHIN A VEHICLE 21 EMISSIONS CONTROL AREA OR TO A FLEET OWNER FOR CONSUMPTION WITHIN A VEHICLE 22 EMISSIONS CONTROL AREA.

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14. 22. "Inspector" means a state official of the division.

24 15. 23. "Liquid fuel measuring device" means any meter, pump, tank, 25 gauge or apparatus used for volumetrically determining the quantity of any 26 internal combustion engine fuel, liquefied petroleum gas or low viscosity 27 heating oil.

28 24. "MANUFACTURER'S PROVING GROUND" MEANS A FACILITY WHOSE SOLE
 29 PURPOSE IS TO DEVELOP COMPLETE ADVANCED VEHICLES FOR AN AUTOMOTIVE
 30 MANUFACTURER.

31 16. 25. "Misfuel" means the act of dispensing into the fuel tank of a 32 motor vehicle a motor fuel that was not intended to be used in the engine of 33 that motor vehicle.

34 17. 26. "Motor fuel" means a petroleum or a petroleum-based substance 35 that is motor gasoline, aviation gasoline, number one or number two diesel 36 fuel or any grade of oxygenated gasoline typically used in the operation of a 37 motor engine, including biodiesel blends, biofuel blends and the ethanol 38 blend E85 as defined in ASTM D5798 ETHANOL FLEX FUELS.

27. "MOTOR VEHICLE RACING EVENT" MEANS A RACE THAT USES UNLICENSED
 VEHICLES DESIGNED AND MANUFACTURED SPECIFICALLY FOR RACING PURPOSES AND THAT
 IS CONDUCTED ON A PUBLIC OR PRIVATE RACECOURSE FOR THE ENTERTAINMENT OF THE
 GENERAL PUBLIC. MOTOR VEHICLE RACING EVENT INCLUDES PRACTICE, QUALIFYING AND
 DEMONSTRATION LAPS CONDUCTED AS PART OF THE ACTIVITIES RELATED TO A MOTOR
 VEHICLE RACE.

1 28. "OXYGENATE" MEANS ANY OXYGEN-CONTAINING ASHLESS, ORGANIC COMPOUND, 2 INCLUDING ALIPHATIC ALCOHOLS AND ALIPHATIC ETHERS, THAT MAY BE USED AS A FUEL 3 OR AS A GASOLINE BLENDING COMPONENT AND THAT IS APPROVED AS A BLENDING AGENT UNDER THE PROVISIONS OF A WAIVER ISSUED BY THE UNITED STATES ENVIRONMENTAL 4 5 PROTECTION AGENCY PURSUANT TO 42 UNITED STATES CODE SECTION 7545(f).

29. "OXYGENATED FUEL" MEANS AN UNLEADED MOTOR FUEL BLEND THAT CONSISTS 6 7 PRIMARILY OF GASOLINE AND AT LEAST ONE AND ONE-HALF PERCENT BY WEIGHT OF ONE OR MORE OXYGENATES AND THAT HAS BEEN BLENDED CONSISTENT WITH THE PROVISIONS 8 9 OF A WAIVER ISSUED BY THE UNITED STATES ENVIRONMENTAL PROTECTION AGENCY PURSUANT TO 42 UNITED STATES CODE SECTION 7545(f). 10

11 18. 30. "Package" means any commodity enclosed in a container or 12 wrapped in any manner in advance of sale in units suitable for either 13 wholesale or retail trade.

14 19, 31. "Person" means both the plural and the singular, as the case demands, and includes individuals, partnerships, corporations, companies, 15 16 societies and associations.

17 32. "PRODUCT TRANSFER DOCUMENT" MEANS ANY BILL OF LADING, LOADING TICKET, MANIFEST, DELIVERY RECEIPT, INVOICE OR OTHER DOCUMENTATION USED ON 18 19 ANY OCCASION WHEN A PERSON TRANSFERS CUSTODY OR TITLE OF MOTOR FUEL OTHER 20 THAN WHEN MOTOR FUEL IS SOLD OR DISPENSED AT A SERVICE STATION OR FLEET 21 VEHICLE FUELING FACILITY.

22 20. 33. "Public weighmaster" means any person who is engaged in any 23 of the following:

24 (a) The business of weighing any object or thing for the public 25 generally for hire or for internal use and issuing for that weighing a weight 26 certificate intended to be accepted as an accurate weight upon ON which a 27 purchase or sale is to be based or on which a service fee is to be charged.

28 (b) The business of weighing for hire FOR-HIRE motor vehicles, 29 trailers or semitrailers and issuing weight certificates intended to be 30 accepted as an accurate weight for the purpose of determining the amount of 31 any tax, fee or other assessment on the vehicles.

32 21. 34. "Reference standards" means the physical standards of the 33 state that serve as the legal reference from which all other standards and 34 weights and measures are derived.

35 22. 35. "Registered service agency" means any agency, firm, company 36 or corporation that for hire, award, commission or any other payment of any 37 kind installs, services, repairs or reconditions a commercial device or tests 38 or repairs vapor recovery systems or vapor recovery components and that has 39 been issued a license by the division.

40 23. 36. "Registered service representative" means any individual who 41 for hire, award, commission or any other payment of any kind installs, 42 services, repairs or reconditions a commercial device or tests or repairs 43 vapor recovery systems or vapor recovery components and who has been issued a 44 license by the division.

1 24. 37. "Retail seller" means a person whose business purpose is to 2 sell, expose or offer for sale or use any package or commodity by weight, 3 measure or count.

4 25. 38. "Secondary standards" means the physical standards that are 5 traceable to the reference standards through comparisons, using acceptable 6 laboratory procedures, and that are used in the enforcement of weights and 7 measures laws and rules.

8 39. "SUPPLIER" MEANS ANY PERSON THAT IMPORTS GASOLINE INTO A VEHICLE 9 EMISSIONS CONTROL AREA BY MEANS OF A PIPELINE OR IN TRUCKLOAD QUANTITIES FOR THE PERSON'S OWN USE WITHIN THE VEHICLE EMISSIONS CONTROL AREA OR ANY PERSON 10 11 THAT SELLS GASOLINE INTENDED FOR ULTIMATE CONSUMPTION WITHIN A VEHICLE 12 EMISSIONS CONTROL AREA, EXCEPT THAT SUPPLIER DOES NOT MEAN A PERSON WITH 13 RESPECT TO GASOLINE SUPPLIED OR SOLD BY THE PERSON TO ANOTHER FOR RESALE TO A 14 RETAILER WITHIN A VEHICLE EMISSIONS CONTROL AREA OR TO A FLEET OWNER FOR 15 CONSUMPTION WITHIN A VEHICLE EMISSIONS CONTROL AREA.

40. "VEHICLE EMISSIONS CONTROL AREA" MEANS A COUNTY WITH A POPULATION
OF ONE MILLION TWO HUNDRED THOUSAND OR MORE PERSONS AND ANY PORTION OF A
COUNTY CONTAINED IN AREA A, OR ANY PORTION OF AREA B OR C, EXCEPT THAT SUCH
AN AREA DOES NOT INCLUDE A MANUFACTURER'S PROVING GROUND THAT IS LOCATED IN
THE VEHICLE EMISSIONS CONTROL AREA.

21 26. 41. "Weight" as used in connection with any commodity means net 22 weight.

23 27. 42. "Weights" or "measures", or both, means all weights,
 24 measures, meters or counters of every kind, instruments and devices for
 25 weighing, measuring, metering or counting and any appliance and accessories
 26 associated with any or all such instruments and devices.

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Sec. 5. Section 3-3412, Arizona Revised Statutes, is amended to read: 3-3412. <u>Physical standards</u>

29 Weights and measures that are traceable to the United States prototype 30 standards supplied by the federal government, or approved as being 31 satisfactory by the national institute of standards and technology, shall be 32 the state reference standards of weights and measures, and shall be 33 maintained in such calibration as prescribed by the national institute of 34 standards and technology. All secondary standards may be prescribed by the 35 ASSOCIATE director and shall be verified upon their ON initial receipt and as 36 often thereafter as deemed necessary by the ASSOCIATE director.

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38 39 Sec. 6. Section 3-3414, Arizona Revised Statutes, is amended to read: 3-3414. <u>Powers and duties; definition</u>

A. The division shall:

1. Maintain custody of the state reference standards of weights and measures that are traceable to the United States prototype standards and that are supplied to the states by the federal government or that are otherwise approved as being satisfactory by the national institute of standards and technology. Keep the state reference standards in a safe and suitable place in
 the metrology laboratory of the division and ensure that they shall ARE not
 be removed from the laboratory except for repairs or for calibration as may
 be prescribed by the national institute of standards and technology.

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3. Keep accurate records of all standards and equipment.

6 4. Adopt any rules necessary to carry out this chapter and adopt 7 reasonable rules for the enforcement of this chapter. These rules have the 8 force and effect of law and shall be adopted pursuant to title 41, chapter 6. 9 In adopting these rules, the associate director shall consider, as far as is 10 practicable, the requirements established by other states and by authority of 11 the United States, except that rules shall not be made in conflict with this 12 chapter.

5. Publish rules adopted pursuant to this chapter and issue appropriate copies at no cost to all new applicants for licensure and certification. Updated copies of the rules shall be distributed, on request, at no cost to the public.

6. Investigate complaints made to the division concerning violations of this chapter and, on its own initiative, conduct investigations it deems appropriate to develop information relating to prevailing procedures in commercial quantity determination and relating to possible violations of this chapter, and in order to EDUCATE THE PUBLIC AND REGULATED PERSONS TO ENCOURAGE AND promote the general objective of accuracy in the determination and representation of quantity in commercial transactions.

24 7. Establish labeling standards, establish standards of weight,
25 measure or count and establish reasonable standards of fill for any packaged
26 commodity, and may establish standards for open dating information.

8. Grant, pursuant to this chapter, exemptions from the licensing provisions of this chapter for weighing and measuring instruments, standards or devices when the ownership or use of the instrument or device is limited to federal, state or local government agencies in the performance of official functions. On request, the division may conduct inspections of instruments, standards or devices and shall charge a fee pursuant to section 3-3452.

33 9. Delegate to appropriate personnel any of the responsibilities of
 34 the associate director for the proper administration of this chapter.

35 10. Inspect and test weights and measures THAT ARE kept, offered or 36 exposed for sale.

37 11. Inspect and test, to ascertain if they are correct, weights and 38 measures commercially used either:

(a) In determining the weight, measure or count of commodities or
 things sold, or offered or exposed for sale, on the basis of weight, measure
 or count.

42 (b) In computing the basic charge or payment for services rendered on43 the basis of weight, measure or count.

12. Test, at random, commodities, weights and measures used in public
 institutions for which monies are appropriated by the legislature. The

1 testing of commodities, weights and measures in public institutions shall
2 include INCLUDES items:

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(a) That have historically been of short weight, measure or count.

4 (b) THAT HAVE BEEN found to be of short weight, measure or count by 5 other jurisdictions.

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(c) THAT ARE to be tested as part of a regional or national survey.

7 13. Test, approve for use and affix a seal of approval for use of ON 8 all weights, measures and commercial devices manufactured in or brought into 9 this state as it finds to be correct and shall reject and mark as rejected weights, measures and devices it finds to be incorrect. Weights, measures 10 11 and devices that have been rejected may be seized by the division if not corrected within the time specified or if used or disposed of in a manner not 12 13 specifically authorized. The division shall condemn and may seize weights. measures and devices that are found to be incorrect and that are not capable 14 15 of being made correct.

16 14. Sample and test motor fuel that is stored, sold or exposed or 17 offered for sale or that is stored for use by a fleet owner to determine 18 whether the motor fuel meets the standards for motor fuel set forth in 19 section 3-3433 and article 6 of this chapter and in any rule adopted by the 20 associate director pursuant to this chapter. For the purposes of this 21 paragraph, "fleet owner" has the same meaning prescribed in section 3-3491.

15. Randomly witness tests on all mandated vapor recovery systems that are installed or operated in this state and, if the systems are determined to be in compliance with the law, approve those systems for use and reject, mark as rejected and stop the use of those systems THAT ARE determined not to be in compliance with the law.

16. Inspect facilities at which motor fuel is stored, sold or exposed
or offered for sale to determine whether dispensing devices are properly
labeled.

30 17. Publish and distribute to consumers AND REGULATED PERSONS weighing
 31 and measuring information.

32 18. Weigh, measure or inspect commodities THAT ARE kept, offered or 33 exposed for sale, sold or in the process of delivery to determine whether 34 they contain the amounts represented and whether they are kept, offered or 35 exposed for sale in accordance with this chapter or rules adopted pursuant to 36 this chapter. In carrying out this section, the associate director shall 37 employ recognized sampling procedures, such as are designated in appropriate 38 national institute of standards and technology handbooks and supplements to 39 those handbooks, except as modified or rejected by rule.

40 19. Allow reasonable variations from the stated quantity of contents 41 only after a commodity has entered intrastate commerce. These variations 42 shall include those caused by loss or gain of moisture during the course of 43 good distribution practice or by unavoidable deviations in good manufacturing 44 practice. 1 20. Prescribe the standards of weight and measure and additional 2 equipment methods of test and inspection to be employed in the enforcement of 3 this chapter. The associate director may prescribe or provide the official 4 test and inspection forms to be used in the enforcement of this chapter.

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5 21. Apply to any court of competent jurisdiction for a temporary or permanent injunction restraining any person from violating this chapter. 7 22. Report to the governor on or before August 1 of each year and at

8 such other times as may be required on the work accomplished under this 9 chapter.

10 Subject to title 41, chapter 4, article 4, employ such personnel 23. 11 as needed to assist in administering this chapter.

12 24. Ensure that any information that is required to be filed with the 13 department DIVISION, that relates to the contents of motor fuels that are 14 sold in this state and that is a trade secret as defined in section 49-201 is 15 not disclosed.

16 25. Establish by rule labeling standards for tanks and containers of 17 motor fuels.

18 B. The associate director may provide for the periodic examination and 19 inspection of metering devices, including devices used to measure usage of 20 electricity, natural gas or water by a consumer. Examination and inspection 21 authority shall not apply to metering devices owned by federal, state or 22 local government agencies unless requested by the government agency that owns 23 the metering devices.

24 C. The associate director may establish standards for the presentation 25 of cost-per-unit information. This subsection does not mandate the use of 26 cost-per-unit information in connection with the sale of any standard packed 27 commodity.

28 D. The associate director, when necessary to carry out this chapter, 29 may adopt and enforce rules relating to quality standards for motor fuel, 30 kerosene, oil, except used oil fuel, and hazardous waste fuel, lubricating 31 oils, lubricants, antifreeze and other liquid or gaseous fuels. The 32 associate director shall adopt rules to ensure that oxygenated fuels, as 33 described in article 6 of this chapter, that are stored, used, sold or 34 exposed or offered for use or sale are blended and stored, sold, exposed or 35 offered in such a manner as to ensure that the oxygenated fuels are properly blended, that they meet the standards set forth in section 3-3433 and 36 37 article 6 of this chapter, and in rules adopted pursuant to this chapter, and 38 that dispensers at which the oxygenated fuels are dispensed are labeled as 39 defined by rule of the division in such a manner as to notify persons of the 40 type of oxygenated fuel being dispensed and the maximum percentage of 41 oxygenate by volume contained in the oxygenated fuel. The associate director 42 of the division shall consult with the director of the department of 43 environmental quality in adopting rules pursuant to this subsection.

44 E. Testing and inspection conducted pursuant to this chapter shall be 45 done, to the extent practicable, without prior notice, by a random systematic

1 method determined by the associate director or in response to a complaint by 2 the public. The testing and inspection may be done by private persons and 3 firms pursuant to contracts entered into by the associate director in 4 accordance with title 41, chapter 23 or by a registered service agency or 5 registered service representative licensed pursuant to section 3-3454. The 6 associate director shall establish qualifications of persons and firms for 7 selection for purposes of this subsection. The persons or firms conducting 8 the testing and inspection shall immediately report to the division any 9 violations of this chapter and incorrect weights, measures, devices, vapor 10 recovery systems or vapor recovery components for investigation and 11 enforcement by the department DIVISION. A person or firm that tests or 12 inspects a weight, measure, device, vapor recovery system or vapor recovery 13 component that is rejected shall not correct the defect causing the rejection 14 without the permission of the division.

F. During the course of an investigation or an enforcement action by the division, information regarding the complainant is confidential and is exempt from title 39, chapter 1, unless the complainant authorizes the information to be public.

19 G. For the purposes of the labeling requirements prescribed in this 20 section, "oxygenated fuel" means a motor fuel blend containing 1.5 percent or 21 more by weight of oxygen.

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Sec. 7. Section 3-3415, Arizona Revised Statutes, is amended to read: 3-3415. Enforcement powers of the associate director, agents and inspectors

A. When necessary for the enforcement of this chapter and rules adopted pursuant to this chapter, the ASSOCIATE director or the ASSOCIATE director's agents and inspectors shall:

1. Enter any commercial, nonprofit business or governmental premises during normal operating hours, except that if the premises are not open to the public, the ASSOCIATE director or the ASSOCIATE director's agents and inspectors shall first present their credentials.

2. Issue stop-use, hold and removal orders with respect to any weights and measures commercially used, stop-sale, hold and removal orders with respect to any commodities, bulk commodities or motor fuel kept, offered or exposed for sale, stop-use and hold orders with respect to a vapor recovery system or parts of a vapor recovery system and stop-use, stop-sale, hold and removal orders with respect to any motor fuel found to be in violation of this chapter or rules adopted pursuant to this chapter.

39 3. Seize for use as evidence, without formal warrant, any incorrect or 40 unapproved weight, measure, package or commodity found to be used, retained, 41 offered or exposed for sale or sold in violation of this chapter or rules 42 adopted pursuant to this chapter.

43 4. Stop any commercial vehicle upon ON reasonable cause to believe 44 that the vehicle contains evidence of a violation of this chapter and, after 45 presentment of the director's CREDENTIALS OF THE ASSOCIATE DIRECTOR or the ASSOCIATE director's agent's AGENTS or inspector's credentials INSPECTORS, inspect the contents, require that the person in charge of the vehicle produce any documents in the person's possession concerning the contents and require the person to proceed with the vehicle to some specified place for inspection.

B. With respect to the enforcement of this chapter, the ASSOCIATE
director or the ASSOCIATE director's agents or inspectors may issue A WARNING
REQUIRING CORRECTIVE ACTION OR a citation to any violators of this chapter in
accordance with the provisions of section 13-3903.

10 C. The ASSOCIATE director or the ASSOCIATE director's agents or 11 inspectors may apply for a special inspection warrant for inspection of real 12 or personal property for the purpose of enforcement of this chapter. The 13 special inspection warrant shall be issued as provided in section 49-433.

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Sec. 8. Section 3-3416, Arizona Revised Statutes, is amended to read: 3-3416. <u>State metrology laboratory; operation; standards;</u> testing

A. The ASSOCIATE director shall establish and operate within the
 department DIVISION the state metrology laboratory.

B. A commercial device shall not be approved for use in the state unless the design and construction comply with national institute of standards and technology requirements.

22 C. All commercial devices approved and certified shall meet the 23 tolerance, design and construction requirements prescribed by the national 24 institute of standards and technology.

D. All commercial devices THAT ARE determined unfit for approval shall
 be rejected without testing.

E. All weights, weight sets, measures, meters, counters or other devices THAT ARE used by registered service representatives shall show an indication of the approval date and jurisdiction issuing the approval.

F. All persons who install, service or repair commercial devices in this state shall submit the test equipment used to the department's DIVISION'S metrology laboratory for approval at least annually. A certificate of approval that specifically identifies the test equipment and that is issued by another state laboratory may be accepted in lieu of submitting equipment if the other state laboratory is certified by the national institute of standards and technology.

37 G. All weights, measures, meters, counters or other devices shall be 38 tested in the order they are scheduled in the laboratory unless arrangements 39 for testing have been made in advance.

40 H. Work THAT IS completed in the metrology laboratory shall be paid 41 for pursuant to the fees prescribed in the rules of the department DIVISION.

Sec. 9. Section 3-3417, Arizona Revised Statutes, is amended to read:

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3-3417. Fees to state general fund

44 The ASSOCIATE director shall deposit, pursuant to sections 35-146 and 45 35-147, all fees collected in the state general fund.

1 Sec. 10. Title 3, chapter 19, article 2, Arizona Revised Statutes, is 2 amended by adding section 3-3419, to read: 3 3-3419. <u>Consultation and training program: inspection training</u> 4 program 5 THE ASSOCIATE DIRECTOR MAY DEVELOP AND IMPLEMENT THE FOLLOWING TRAINING 6 **PROGRAMS:** 7 1. A CONSULTATION AND TRAINING PROGRAM FOR ENTITIES REGULATED UNDER THIS CHAPTER THAT USES ON-SITE VISITS, TRAINING AND EDUCATIONAL MATERIALS, 8 9 AND INFORMATIONAL PRESENTATIONS TO PROVIDE TRAINING AND ADVICE 0N INTERPRETING, APPLYING AND COMPLYING, INCLUDING ALTERNATIVE METHODS OF 10 11 COMPLYING, WITH THE STATUTES, RULES, REGULATIONS, STANDARDS OR OTHER MATTERS 12 RELATING TO COMPLIANCE WITH THIS CHAPTER. 13 2. AN INSPECTION TRAINING PROGRAM FOR DIVISION INSPECTORS AND EMPLOYEES TO ENSURE THAT ALL INSPECTIONS AND TESTS PROVIDED FOR IN THIS 14 15 CHAPTER ARE CONDUCTED IN A CONSISTENT MANNER TO THE EXTENT PRACTICABLE. Sec. 11. Section 3-3431, Arizona Revised Statutes, is amended to read: 16 17 3-3431. Sale of commodities 18 A. A person shall not sell or offer or expose for sale less than the 19 quantity the person represents. 20 B. As a buyer, a person shall not take any more than the quantity the 21 person represents when the person furnishes the weight or measure by means of 22 which the quantity is determined. 23 C. A person shall not misrepresent the price of any commodity or 24 service sold or offered, exposed or advertised for sale by weight, measure or 25 count or represent the price in any manner calculated or tending to mislead 26 or in any way deceive a person. 27 D. Except as otherwise provided by the associate director, commodities 28 in liquid form shall be sold by liquid measure or by weight, and commodities 29 not in liquid form shall be sold only by weight, by measure or by count, as 30 long as the method of sale provides accurate quantity information. 31 E. If the quantity is determined by the seller, bulk sales shall be 32 accompanied by a delivery ticket containing the following information unless 33 exempted by rule: 1. The name and address of the vendor and purchaser. 34 35 2. The date delivered. 3. The quantity delivered and the quantity on which the price is 36 37 based, if this differs from the delivered quantity. 38 4. The identity in the most descriptive terms commercially 39 practicable, including any quality representation made in connection with the 40 sale. 41 5. The count of individually wrapped packages, if more than one. 42 F. Except as otherwise provided in this chapter or by rules adopted 43 pursuant to this chapter, any package kept for the purpose of sale or offered 44 or exposed for sale shall bear on the outside of the package a definite, 45 plain and conspicuous declaration of:

1 1. The identity of the commodity in the package, unless the commodity 2 can easily be identified through the wrapper or container.

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2. The quantity of contents in terms of weight, measure or count.

4 The name and place of business of the manufacturer, packer or 3. 5 distributor, in the case of any package kept, offered or exposed for sale or sold in any place other than on the premises where packed.

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4. The price, except as provided in subsections L, $\frac{1}{2}$ M AND N of this section.

9 G. In addition to the declarations required by subsection F of this 10 section, any package being one of a lot containing random weights of the same 11 commodity and bearing the total selling price of the package shall bear on 12 the outside of the package a plain and conspicuous declaration of the price 13 per single unit of weight.

14 H. If a packaged commodity is advertised in any manner with the retail 15 price stated, there shall be closely and conspicuously associated with the 16 retail price a declaration of quantity as is required by law or rule to 17 appear on the package. If a dual declaration is required, only the 18 declaration that sets forth the quantity in terms of the smaller unit of 19 weight or measure need appear in the advertisement.

20 The packager of a short weighted item offered for sale is liable Ι. 21 under this chapter.

22 J. If a retail seller engaging in the sale of motor fuel posts the 23 selling price of the fuel on the premises, the seller shall post the selling 24 price only by the price per gallon, except that if the fuel is dispensed by a 25 measure other than whole gallons the seller shall represent the selling price 26 for each unit of such other measure on the individual pump or other 27 dispensing device. If a retail seller engaging in the sale of motor fuel 28 advertises the price of the fuel off the premises, the retail seller shall 29 advertise the price only by the price per gallon.

30 K. The owner or operator of a motor fuel dispensing site shall ensure 31 that a sticker provided by the department of transportation that is three 32 inches by five inches and that depicts the amount of federal and state taxes 33 imposed on one gallon of gasoline is displayed on one side of each motor fuel 34 dispenser. The sticker required by this subsection shall contain white 35 lettering on a black background or black lettering on a white background to 36 ensure a contrasting color to the motor fuel dispenser and shall be placed on 37 the upper sixty percent of the dispenser. The division shall use stickers 38 provided by the department of transportation. A template of the sticker 39 shall be placed on the division's website for use by retailers. During the 40 course of its normal random inspections, the division shall apply the 41 stickers with a compliance schedule of four years after July 29, 2010.

42 L. Instead of each package bearing the price as required under 43 subsection F, paragraph 4 of this section, the seller may post the price of 44 the package on the shelf or MAY display THE PRICE at OR NEAR the point of 45 display of the product.

M. INSTEAD OF EACH PACKAGE BEARING THE PRICE AS REQUIRED UNDER
 SUBSECTION F, PARAGRAPH 4 OF THIS SECTION, IF THE PACKAGE IS AVAILABLE FOR
 SALE ONLY WITH THE ASSISTANCE OF A SALESPERSON, THE SELLER MAY DISPLAY THE
 PACKAGE AT A SERVICE COUNTER STAFFED BY THE SALESPERSON.

5 M. N. INSTEAD OF EACH PACKAGE BEARING THE PRICE AS REQUIRED UNDER 6 SUBSECTION F, PARAGRAPH 4 OF THIS SECTION, if the package is offered for sale 7 at a price reduced by a percentage or a fixed amount from a previously 8 offered price OR AT A REDUCED PRICE FOR THE PURCHASE OF MULTIPLE ITEMS, the 9 reduction shall be displayed at the point of display of the package OR NEAR 10 THE POINT OF DISPLAY OF THE PACKAGE in the manner required by this section.

11 N. 0. On the request of a consumer, a retail seller shall provide:
 12 1. A means of recording prices such as grease pencils, felt markers,
 13 scanners or other similar instruments for recording the price.

14 2. A written statement of the retail seller's policies regarding 15 errors in pricing.

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Sec. 12. Section 3-3433, Arizona Revised Statutes, is amended to read: 3-3433. <u>Standards for motor fuel; exceptions</u>

A. Except as provided in section 3-3434 and subsections C, D, E, F, G, AND K and L of this section, a retail seller or fleet owner shall not store, sell or expose or offer for sale any motor fuel, kerosene, oil or other liquid or gaseous fuel or lubricating oil, lubricant, mixtures of lubricants or other similar products if the product fails to meet the standards specified in this section and in the rules adopted by the associate director.

B. A person shall not misrepresent the nature, origination, quality, grade or identity of any product specified in subsection A of this section or represent the nature, origination, quality, grade or identity of such product in any manner calculated or tending to mislead or in any way deceive. This subsection does not prohibit product origination disclaimer labeling on the retail dispenser.

31 C. After consultation with the director of the department of 32 environmental quality, the standards and test methods for motor fuels shall 33 be established by the associate director of the division by rule.

34 D. Maximum vapor pressure for gasoline that is supplied or sold by any 35 person and that is intended as a final product for the fueling of motor vehicles in a county with a population of one million two hundred thousand or 36 37 more persons and any portion of a county contained in area A as defined in 38 section 49-541 shall be 9.0 pounds per square inch from and after September 39 30 through March 31 of each year. Fuel used in motor vehicles at a 40 manufacturer's proving ground or a motor vehicle racing event as defined by 41 section 3-3491 is exempt from this subsection.

E. From and after September 30 through March 31 of each year, a person shall not supply or sell gasoline that exceeds the ASTM D4814 class A vapor pressure/distillation class ten volume percent evaporated distillation temperature. 1 F. Maximum vapor pressure for gasoline that is supplied or sold by any 2 person and that is intended as a final product for the fueling of motor 3 vehicles in a county with a population of one million two hundred thousand 4 persons or more and any portion of a county contained in area A as defined in 5 section 49 541 shall be 7.0 pounds per square inch from and after May 31 through September 30 of each year. Fuel used in motor vehicles at a 6 7 manufacturer's proving ground or a motor vehicle racing event as defined by 8 section 3-3491 is exempt from this subsection.

9 G. Exclusively for the purposes of transportation conformity and only if the administrator of the United States environmental protection agency 10 11 fails to approve the applicable plan required pursuant to section 49-406, 12 maximum vapor pressure for gasoline that is supplied or sold by any person 13 and that is intended as a final product for the fueling of motor vehicles in 14 area B as defined in section 49-541 shall be ten pounds per square inch from 15 and after September 30 through March 31 of each year. Fuel used in motor 16 vehicles at a manufacturer's proving ground or a motor vehicle racing event 17 as defined by section 3-3491 is exempt from this subsection.

H. Notwithstanding subsections D, F and G of this section, the associate director of the division in consultation with the director of the department of environmental quality shall approve alternate fuel control measures that are submitted by manufacturers or suppliers of PROVIDERS and that the director and the associate director determine will result in either of the following:

24 1. Motor vehicle carbon monoxide emissions that are equal to or less 25 than emissions that result under compliance with subsection D of this section 26 and section 3-3493 3-3492. In making this determination, the associate 27 director of the division and the director of the department of environmental 28 quality shall compare the emissions of the alternate fuel control measure 29 with the emissions of a fuel with a maximum vapor pressure standard as 30 prescribed by this section and with the minimum oxygen content or percentage 31 by volume of ethanol as prescribed by section 3-3493 3-3492.

32 2. Motor vehicle non-methane hydrocarbon emissions that are equal to 33 or less than the emissions that result under compliance with subsection F of 34 this section. In making this determination, the associate director of the 35 division and the director of the department of environmental quality shall compare the motor vehicle non-methane hydrocarbon emissions of the alternate 36 37 fuel control measure with the motor vehicle non-methane hydrocarbon emissions 38 of a fuel that complies with the maximum vapor pressure standard as 39 prescribed by subsection F of this section.

I. Any alternate fuel control measures that are approved shall not increase emissions of non-methane hydrocarbons, particulates, carbon monoxide or oxides of nitrogen. Alternate fuel control measures approved pursuant to subsection H of this section and this subsection may be used by any manufacturer or supplier of gasoline PROVIDER unless the approval is rescinded more than one hundred eighty days before the first day of a gasoline control period. Manufacturers and suppliers who GASOLINE PROVIDERS THAT use an approved alternate fuel control measure shall annually submit a compliance plan to the associate director no later than sixty days before the first day of a gasoline control period.

J. A person shall not sell or offer or expose for sale diesel fuel grade 1, 2 or 4 as defined in ASTM D975, BIODIESEL, BIODIESEL BLENDS OR BIOMASS-BASED DIESEL OR BIOMASS-BASED DIESEL BLENDS that contains sulfur in excess of:--

9 10 1. For low sulfur diesel fuel, five hundred parts per million by weight for use in area A as defined in section 49-541.

11 2. For ultra low sulfur diesel fuel, the amount that conforms with 40 12 Code of Federal Regulations section 80.520(a)(1) FIFTEEN PARTS PER MILLION. 13 LOCOMOTIVE AND MARINE DIESEL FUEL IS EXEMPT FROM THIS REQUIREMENT IF THE FUEL 14 MEETS THE REQUIREMENTS OF 40 CODE OF FEDERAL REGULATIONS SECTION 80.513(g) 15 AND (h).

16 K. A person shall not sell or offer or expose for sale diesel fuel, 17 biodiesel or biodiesel blends that contain sulfur in excess of five hundred 18 parts per million for use in area A as defined in section 49-541.

19 L. K. A person shall label dispensers at which biodiesel, or 20 biodiesel blends, BIOMASS-BASED DIESEL OR BIOMASS-BASED DIESEL BLENDS are 21 dispensed in conformance with 16 Code of Federal Regulations part 306 and 40 Code of Federal Regulations sections 80.570, 80.571, 80.572, 80.573 and 22 23 80.574. This section does not preclude a person from labeling a dispenser 24 that dispenses diesel fuel that contains up to five percent biodiesel OR 25 BIOMASS-BASED DIESEL with a label that states "may contain up to five percent 26 biodiesel" OR "MAY CONTAIN UP TO FIVE PERCENT BIOMASS-BASED DIESEL".

M. L. For biodiesel blends that contain more than five percent by volume of biodiesel, a person shall prepare product transfer documents in a manner that notifies the transferee of the percent by volume of biodiesel in the product. For diesel fuel that contains five percent or less by volume of biodiesel, a person shall prepare product transfer documents in a manner that notifies that transferee of any volume percent of biodiesel intentionally added to or known by the transferor to be in the product.

34 N. M. The associate director shall adopt rules regarding the 35 establishment and enforcement of all of the following:

National or federal standards for individual biofuels and biofuel
 blends.

38 2. United States environmental protection agency and ASTM test methods39 for individual biofuels and biofuel blends.

40 3. Registration and reporting requirements for producers, blenders and 41 suppliers of biofuels and biofuel blends.

4. Labeling requirements for biofuels and biofuel blends other thanbiodiesel or biodiesel blends.

1 5. Quality assurance and quality control programs for producers, 2 blenders and suppliers of biofuels and biofuel blends addressing rack, batch 3 or other blending.

4 6. Requirements that the dispensing equipment meet appropriate 5 UL ratings where available and applicable, that the equipment comply with 6 rules adopted by the division relating to approval, installation and sale of 7 devices and that the equipment be compatible with the products being 8 dispensed.

9 Θ . N. A biofuels or biofuel blends producer, blender, distributor, 10 supplier or retail seller that is in compliance with this section and the 11 rules adopted pursuant to this section is not liable to a consumer for any 12 injuries or property damage related to a consumer who misfuels.

13 P. A person shall label each dispenser at which ultra low sulfur 14 diesel fuel is dispensed in a manner that conforms with 40 Code of Federal 15 Regulations sections 80.570, 80.571, 80.572, 80.573 and 80.574 to inform the 16 customer of the sulfur content of the diesel fuel being dispensed.

17 Q. A person shall label each dispenser at which low sulfur diesel fuel 18 is dispensed in a manner that conforms with 40 Code of Federal Regulations 19 sections 80.570, 80.571, 80.572, 80.573 and 80.574 to inform the customer of 20 the sulfur content of the diesel fuel being dispensed.

21 R_{-} 0. If any person transfers custody or title of a diesel fuel or 22 distillate, BIODIESEL, A BIODIESEL BLEND, BIOMASS-BASED DIESEL OR A 23 BIOMASS-BASED DIESEL BLEND, except if the diesel fuel is dispensed into a 24 motor vehicle or nonroad, locomotive or marine equipment, the transferor 25 shall provide to the transferee product transfer documents that conform with 26 40 Code of Federal Regulations section 80.590.

27 S_{τ} P. If the transfer of a motor fuel is from a terminal, storage 28 facility, or transmix facility, the product transfer documents shall contain 29 the information prescribed in subsection R-0 of this section. as well as IN 30 ADDITION, THE FUEL TRANSPORTER SHALL ENSURE THAT the name and address of the 31 final destination for the shipment, as prescribed by division rule, ARE 32 INCLUDED and must THAT THE PRODUCT TRANSFER DOCUMENTS accompany the shipment 33 to its final destination.

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Sec. 13. Section 3-3434, Arizona Revised Statutes, is amended to read: 3-3434. Area C: standards for motor fuel: exceptions

36 A. Except as provided in subsections C and D of this section, after 37 May 31, 2008, a retail seller or fleet owner shall not store, sell or expose 38 or offer for sale in area C as defined in section 3-3491 any motor fuel, 39 kerosene, oil or other liquid or gaseous fuel or lubricating oil, lubricant, 40 mixtures of lubricants or other similar products if the product fails to meet 41 the standards specified in this section and in the rules adopted by the 42 associate director.

43 A person shall not misrepresent the nature, origination, quality, Β. 44 grade or identity of any product specified in subsection A of this section or 1 represent the nature, origination, quality, grade or identity of such product 2 in any manner calculated or tending to mislead or in any way deceive.

C. After consultation with the director of the department of environmental quality, the standards and test methods for motor fuels shall be established by the associate director of the division by rule.

D. Maximum vapor pressure for gasoline that is supplied or sold by any person and that is intended as a final product for the fueling of motor vehicles in area C as defined in section 3-3491 shall be 7.0 pounds per square inch from and after May 31 through September 30 of each year. Fuel used in motor vehicles at a manufacturer's proving ground or a motor vehicle racing event as defined by section 3-3491 is exempt from this subsection.

12 E. The associate director of the division in consultation with the 13 director of the department of environmental guality shall approve alternate 14 fuel control measures that are submitted by manufacturers or suppliers of 15 gasoline PROVIDERS and that the directors DIRECTOR AND ASSOCIATE DIRECTOR 16 determine will result in motor vehicle non-methane hydrocarbon emissions that 17 are equal to or less than the emissions that result under compliance with 18 subsection D of this section. In making this determination, the associate 19 director of the division and the director of the department of environmental 20 quality shall compare the motor vehicle non-methane hydrocarbon emissions of 21 the alternate fuel control measure with the motor vehicle non-methane 22 hydrocarbon emissions of a fuel that complies with the maximum vapor pressure 23 standard as prescribed by subsection D of this section.

24 F. Any alternate fuel control measures that are approved shall not 25 increase emissions of non-methane hydrocarbons, particulates, carbon monoxide 26 or oxides of nitrogen. Alternate fuel control measures approved pursuant to 27 subsection E of this section and this subsection may be used by any 28 manufacturer or supplier of gasoline PROVIDER unless the approval is 29 rescinded more than one hundred eighty days before the first day of a 30 gasoline control period. Manufacturers and suppliers who GASOLINE PROVIDERS 31 THAT use an approved alternate fuel control measure shall annually submit a 32 compliance plan to the associate director no later than sixty days before the 33 first day of a gasoline control period.

34 35 Sec. 14. Section 3-3436, Arizona Revised Statutes, is amended to read: 3-3436. <u>Dispensing motor fuel: hold-open latches: definition</u>

A. A retail seller may equip all nozzles from which motor fuel is dispensed with an operating hold-open latch.

B. FROM AND AFTER SEPTEMBER 30, 2018, ALL RETAIL DIESEL FUEL
DISPENSERS SHALL BE EQUIPPED WITH NOZZLES THAT HAVE GREEN GRIP GUARDS AND ALL
RETAIL ETHANOL FLEX FUELS SHALL BE EQUIPPED WITH YELLOW GRIP GUARDS. OTHER
PRODUCT NOZZLES MAY NOT HAVE GREEN OR YELLOW GRIP GUARDS.

42 B. C. For the purposes of this section, "hold-open latch" means a 43 device that is an integral part of the automatic nozzle and that is 44 specifically manufactured to dispense motor fuel without requiring the 45 consumer's physical contact with the automatic nozzle. 1 2

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Sec. 15. Section 3-3437, Arizona Revised Statutes, is amended to read: 3-3437. Aversive or bittering agent in engine coolant and antifreeze: liability limitation: exceptions: violation: classification

5 A. Engine coolant or antifreeze THAT IS sold in this state on or after January 1, 2008, that is manufactured on or after September 1, 2007 and that 6 7 contains more than ten per cent PERCENT ethylene glycol shall include 8 denatonium benzoate at a minimum of thirty parts per million and a maximum of 9 fifty parts per million as an aversive or bittering agent in the product to 10 render it unpalatable. A manufacturer or packager of engine coolant or 11 antifreeze THAT IS subject to this section shall maintain a record of the trade name, scientific name and active ingredients of the aversive or 12 13 bittering agent used pursuant to this section. A manufacturer or packager of engine coolant or antifreeze shall furnish information and documentation 14 15 maintained pursuant to this section to a member of the public on request.

16 to B. This section applies only manufacturers, packagers. 17 distributors, recyclers or sellers of engine coolant or antifreeze. For THE 18 purposes of this section, selling does not include the installation of engine 19 coolant or antifreeze for compensation.

20 C. A manufacturer, packager, distributor, recycler or seller of engine 21 coolant or antifreeze that is required to contain an aversive or bittering 22 agent pursuant to this section is not liable to any person for personal 23 injury, death, property damage, damage to the environment or natural 24 resources or economic loss that results from the inclusion of denatonium 25 benzoate in engine coolant or antifreeze.

26 D. The limitation on liability provided in subsection C OF THIS 27 SECTION applies only if denatonium benzoate is included in engine coolant or 28 antifreeze in the concentrations required by this section. The limitation on 29 liability provided in subsection C OF THIS SECTION does not apply to a 30 particular liability to the extent that the cause of that liability is 31 unrelated to the inclusion of denatonium benzoate in engine coolant or 32 antifreeze.

33 E. A political subdivision of this state shall not establish or continue in effect a prohibition, limitation, standard or other requirement 34 35 relating to the inclusion of an aversive or bittering agent in engine coolant 36 or antifreeze, with respect to retail containers containing less than 37 fifty-five gallons of engine coolant or antifreeze, that is different from, 38 or in addition to, this section.

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F. This section does not apply to either:

40 The sale of a motor vehicle that contains engine coolant or 1. 41 antifreeze.

42 2. Wholesale containers of engine coolant or antifreeze containing 43 fifty-five gallons or more of engine coolant or antifreeze.

44 G. The department DIVISION may inspect, investigate, analyze and take 45 appropriate actions to administer and enforce this section.

1 H. A person who violates this section is guilty of a class 3 2 misdemeanor. 3 Sec. 16. Section 3-3451, Arizona Revised Statutes, is amended to read: 4 3-3451. Licensing devices used for commercial purposes:

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violation: classification 8 A person shall not use a commercial device unless the device is Α. 9 licensed or certified as provided in this chapter.

authorization to test devices used for all other purposes: fees: certification: issuance of license:

10 B. A license shall be obtained annually from the division on forms 11 prescribed and furnished by the division. The fee prescribed in this chapter shall be submitted with the prescribed form. A license shall be obtained not 12 13 later than thirty days following the first day of commercial use for original 14 installations. If the ownership of a device that is licensed is transferred, 15 the ownership of the license may be transferred. On transfer of a license, 16 new licensees shall notify the division of the licensee's name and address 17 and the location of the device. A license for a device shall be posted at 18 the licensed business location in a manner that provides the division WITH 19 access to the license during normal business hours.

20 C. Any license issued under this chapter applies only to the 21 instrument or device specified in the license, except that the associate 22 director may permit the license to be applicable to a replacement for the 23 original instrument or device.

24 Noncommercial devices may be tested by the division pursuant to D. 25 this chapter. A weighing device owned by a person who uses it only for the 26 purpose of weighing the person's own livestock or agricultural products and 27 for no commercial purposes is declared to be a noncommercial device, and the 28 owner of the device is exempt from paying any licensing fees collected 29 pursuant to this chapter.

30 E. If a commercial livestock scale is used for thirty or more days in 31 a calendar year, the scale is required to be licensed. If a commercial 32 livestock scale is used for fewer than thirty days in a calendar year, the 33 scale is required to be certified. If an owner or operator of a commercial 34 livestock scale requests that the division certify the scale, the 35 certification fee shall be comparable to the license fee prescribed in 36 section 3-3452. If an owner or operator of a noncommercial scale requests 37 that the division certify the scale, the certification fee shall be 38 comparable to the license fee prescribed in section 3-3452.

39 F. At the request of the owner or user of a portable batch plant, the 40 division may certify the portable batch plant. If the division certifies a 41 portable batch plant, the certification fee shall be comparable to the 42 license fee prescribed in section 3-3452.

43 Any portable measuring device that is five gallons or less and that G. 44 is properly marked by the manufacturer according to standards established by 1 the national institute of standards and technology shall be IS exempt from 2 the licensing and certification provisions of this chapter.

3 H. For the purpose of ascertaining compliance with the licensing provisions of this article, the department of revenue shall provide the 4 5 division with a monthly report of all transaction privilege tax licenses issued in the prior month. The report shall include the business name, type 6 7 of business and business address of the licensee.

8 I. The department of revenue shall annually notify each transaction 9 privilege tax licensee that the licensee is required to register new or 10 existing weighing or measuring devices with the division.

11 J. A person or the person's agent who knowingly files with the 12 department DIVISION any notice, statement or other document required under 13 this section that is false or that contains any material misstatement of fact 14 is guilty of a class 2 misdemeanor.

15 16 Sec. 17. Section 3-3452, Arizona Revised Statutes, is amended to read: 3-3452. Licensing fees; proration; cancellation for nonpayment

17 A. The following fees shall be paid to the department DIVISION as 18 license fees for devices used for commercial purposes: 19

Schedules of Fees

20	1.	Weighing devices:		
21		0 – 500 pounds capacity (or metric equivalent)	\$ 1	12.00
22		501 – 2,000 pounds capacity		18.00
23		2,001 - 7,500 pounds capacity		36.00
24		7,501 - 20,000 pounds capacity	8	30.00
25		20,001 - 60,000 pounds capacity	12	20.00
26		60,001 pounds capacity and over	18	30.00
27	2.	Liquid metering devices (meters) other than		
28		for liquid petroleum gas and utility meters:		
29		maximum 12 gallons per minute and under	-	12.00
30		maximum 13 – 150 gallons per minute		36.00
31		maximum 151 – 500 gallons per minute	(90.00
32		maximum 501 – 1,000 gallons per minute	13	38.00
33		maximum 1,001 gallons per minute and over	16	58.00
34	3.	Motor fuel devices (dispensers) other than		
35		for liquid petroleum gas (not including		
36		satellite hoses or nozzles):		
37		Standard	Vapor Recovery	Test
38		each meter	15.00	30.00
39		each blending valve	15.00	30.00
40		high volume (over 19 gallons per minute)		
41		diesel per hose and nozzle	-	15.00
42		keylock, limited access, with accumulators,		
43		per hose and nozzle		22.50
44		remote indicator and control unit (no hoses		
45		or nozzles) (accessory only)		22.50

1 4. Liquid measuring devices for liquid petroleum 2 gas (meters): 3 small bottle fill measuring devices 24.00 4 motor fuel measuring devices, uncompensated 24.00 5 motor fuel measuring devices, temperature 6 compensating, including compressed natural 7 gas filling devices 48.00 8 motor fuel measuring devices, keylocks 48.00 9 3/4" and 1" meters, uncompensated 48.00 1 1/4", 1 1/2" and 1 3/4" meters, uncompensated 72.00 10 11 2" meters and larger, uncompensated 72.00 3/4" and 1" meters, temperature compensating 12 54.00 13 1 1/4", 1 1/2" and 1 3/4" meters, temperature 14 compensating 90.00 15 2" meters and larger, temperature compensating 96.00 16 5. Linear measuring devices: 17 all linear measuring mechanical devices 24.00 18 Time measuring devices: 6. 19 all time measuring mechanical, electrical and 20 electronic devices 24.00 21 7. Counting devices: all mechanical and electronic counting devices 22 12.00 23 B. Testing, inspection, certification and calibration fees shall be 24 paid pursuant to the fee schedule set forth in subsection A of this section 25 or the rules of the department DIVISION. The department DIVISION shall waive 26 license fees for customer parking time measuring meters owned by 27 municipalities. 28 C. Issuance or renewal of license as: 29 1. Public weighmaster 48.00 30 2. Registered service agency 24.00 31 3. Registered service representative 4.80 32 D. The fees set forth in this section are the maximum amounts that may 33 be charged, but the ASSOCIATE director, at the ASSOCIATE director's 34 discretion, may reduce the fees to any amount the ASSOCIATE director deems 35 necessary. 36 E. The ASSOCIATE director may prorate the fees set forth in this 37 section for partial year PARTIAL-YEAR application. 38 F. If a person fails to pay a license, permit or certification fee on 39 or before the date the fee is due, the department DIVISION shall impose a penalty equal to twenty per cent PERCENT of the fee. For each thirty-day 40 41 period after the date the fee is due, the department DIVISION shall impose an 42 additional penalty equal to twenty per cent PERCENT of the fee. If a person 43 fails to pay a license, permit or certification fee and all related penalties 44 for ninety days after the fee is due, the department DIVISION shall cancel 45 the license, permit or certification.

1 Sec. 18. Section 3-3453, Arizona Revised Statutes, is amended to read: 2 3-3453. License as public weighmaster or deputy weighmaster 3 required: application: fee; renewal; training; 4 <u>exemptions</u> 5 A. A person shall not serve as a public weighmaster or deputy weighmaster unless the person is issued a public weighmaster or deputy 6 7 weighmaster license by the division in accordance with practices and 8 procedures to be established by the associate director. An applicant for a 9 public weighmaster or deputy weighmaster license shall: 10 1. Demonstrate a thorough knowledge of all appropriate weights and 11 measures laws, rules and policies. 12 2. Have possession of, or have available for use, a scale that is of 13 sufficient capacity and size and that is licensed and certified pursuant to 14 section 3-3451. 15 3. Demonstrate the necessary experience and training to operate the 16 scale. 17 4. Pass the required examination administered by the division. THE 18 ASSOCIATE DIRECTOR MAY WAIVE THE EXAMINATION REQUIRED BY THIS PARAGRAPH. 19 B. An application for a public weighmaster or deputy weighmaster 20 license shall be submitted to the division on a form prescribed and furnished 21 by the division and shall be accompanied by the license fee prescribed in 22 section 3-3452. The division shall issue a public weighmaster or deputy 23 weighmaster license for a period of twelve calendar months. The license 24 expires on the first day of the month and year indicated on the license. A 25 public weighmaster or deputy weighmaster license shall be posted at the 26 licensed scale site in a manner that provides the division access to the 27 license during normal business hours. 28 C. If a licensee submits a license renewal application to the division 29 before the date of expiration of the current license together with the 30 renewal fee prescribed by the division, the existing license shall be valid 31 for thirty days following its expiration date, or until issuance of the 32 renewal license, whichever occurs first. 33 D. A PUBLIC WEIGHMASTER SHALL PROVIDE THE NECESSARY TRAINING FOR ANY 34 DEPUTY WEIGHMASTER USING THE PUBLIC WEIGHMASTER'S SEAL TO CERTIFY WEIGH 35 TICKETS. 36 **D.** E. Except as otherwise provided in subsection - G of this 37 section, THE certified weighing of any property, livestock or commodity shall 38 be performed only by a public weighmaster or deputy weighmaster. The 39 following persons are not required to obtain licenses as public weighmasters 40 or deputy weighmasters: 41 1. A person weighing property, livestock or a commodity that the

42 person or the person's employer is either buying or selling for the person's
43 OWN ACCOUNT OF THE PERSON or the person's employer's own account EMPLOYER.

1 2. A person weighing property, livestock or a commodity in conjunction 2 with or on behalf of a publicly sponsored or nonprofit organization sponsored 3 exposition, fair or show event.

E. F. The official weighing of vehicles or conveyances by any 4 5 employee of a city, county or state agency for weight-control regulatory 6 purposes on public highways, roads or streets does not constitute public 7 weighing.

8 F. G. On request and without charge, the division may issue a limited 9 weighmaster license to any qualified officer or employee of a city, a county or the state authorizing the officer or employee to act as a public 10 11 weighmaster only within the scope of the officer's or employee's official 12 employment and duties in enforcing local ordinances substantially complying 13 with the requirements of this chapter. While performing the duties of a 14 limited weighmaster, a limited weighmaster shall have the limited 15 weighmaster's license in the limited weighmaster's possession.

16 G. H. The division shall approve all forms, certificates, seals and 17 other documents together with practices, procedures and equipment used by public weighmasters or deputy weighmasters in the performance of their 18 19 duties. A public weighmaster or deputy weighmaster shall keep for such A 20 period as the division by rule may require a legible copy of each weight 21 certificate the public weighmaster or deputy weighmaster issues. Copies of weight certificates shall be available at all reasonable times for inspection 22 23 by the division.

24

25

26 27 Sec. 19. Section 3-3454, Arizona Revised Statutes, is amended to read: 3-3454. License required as registered service agency or registered service representative: gualifications: application: fees: renewal

28 A. A person shall not operate as a registered service agency or as a 29 registered service representative until a license is issued as provided in 30 this section.

31

B. An applicant for a registered service agency license shall:

32

1. Submit application information satisfactory to the division.

33 Comply with section 3-3416, subsection E or provide evidence that 2. the applicant's vapor recovery test equipment has been certified by the 34 35 manufacturer of the equipment within one year of the date of the application 36 or as deemed appropriate by the division.

37

3. Pay all required fees.

38

An applicant for a registered service representative license shall: С. Demonstrate a thorough working knowledge of all appropriate weights 1.

39 40 and measures laws, orders and rules.

41 Demonstrate to the division that the applicant has possession of, 2. 42 or has available for use, weights and testing equipment appropriate in design 43 and adequate in amount.

1 3. Demonstrate the necessary knowledge, training and experience 2 regarding appropriate standards and testing equipment to service commercial 3 devices, vapor recovery systems or vapor recovery components.

4

4. Pass the required examination administered by the division.

5

5. Pay all required fees.

An application for a registered service agency or registered 6 D. 7 service representative license shall be submitted by the applicant to the 8 division on a form prescribed and furnished by the division. The division 9 shall issue a registered service agency or registered service representative license for a period of twelve calendar months. The license expires on the 10 11 first day of the month and year indicated on the license. Each license shall 12 contain, among other information, a license number. A registered service 13 agency license shall be posted at the licensed business location in a manner 14 that provides the division WITH access to the license during normal business 15 hours. While performing the duties of a registered service representative, a registered service representative shall have a THE registered service 16 17 representative's license in the registered service representative's 18 possession.

19 E. If a licensee submits a license renewal application to the division 20 before the date of expiration of the current license, together with the 21 prescribed renewal fee, the existing license shall be IS valid for thirty days following its expiration date, or until issuance of the renewal 22 23 license, whichever occurs first.

24 F. The associate director shall publish, from time to time as the 25 ASSOCIATE director deems appropriate, and may supply on request, lists of 26 registered service representatives and registered service agencies.

27 G. Each registered service representative license issued by the 28 division shall indicate the type of service approved by the division for the 29 licensee.

30 H. A registered service agency shall use forms and related procedures 31 prescribed by the division in the performance of its duties. A registered 32 service agency shall keep a legible copy of each form used for at least the 33 time period prescribed by the division in its rules. Copies of the forms 34 shall be available during normal business hours for inspection by the 35 division.

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Sec. 20. Section 3-3473, Arizona Revised Statutes, is amended to read: 3-3473. <u>Violations; classification; jurisdiction</u>

38

A. A person is guilty of a class 1 misdemeanor who:

39 Knowingly hinders, interferes with or obstructs in any way the 1. 40 associate director or any of the associate director's agents or inspectors in 41 entering the premises where a commercial device may be kept for inspecting or 42 testing or in the performance of the official duties of the associate 43 director's DIRECTOR or the associate director's agent or inspector.

44 2. Impersonates in any way the associate director or any one of the 45 associate director's agents or inspectors by the use of the associate 1 director's seal, OR BADGE or a counterfeit of the associate director's seal 2 OR BADGE, or in any other manner.

3 3. Uses, or has in possession POSSESSES for the purpose of using for 4 any commercial purpose, sells, offers or exposes for sale or hire, or has in 5 possession POSSESSES for the purpose of selling or hiring an incorrect weight 6 or measure or any device or instrument used or calculated to falsify any 7 weight or measure.

8 4. Sells, or offers or exposes for sale, less than the quantity the 9 person represents of any commodity, thing or service.

10 5. Takes more than the quantity the person represents of any 11 commodity, thing or service, when, as buyer, the person furnishes the weight 12 or measure by means of which the amount of the commodity, thing or service is 13 determined.

14

B. A person is guilty of a class 2 misdemeanor who:

15 1. Uses, or has in possession POSSESSES for the purpose of current use 16 for any commercial purpose, a weight or measure that does not bear a seal or 17 mark of approval based on inspection and test as provided in section 3-3414, 18 subsection A, paragraph 11, unless the weight or measure has been exempted 19 from testing by order of the division, or unless the device has been placed 20 in service as provided in this chapter. Any person or persons making use of 21 a commercial device that is subject to this chapter shall report to the 22 associate director or the associate director's representatives, in writing, 23 the number and location of the commercial device and shall promptly report 24 the installation of any new commercial device.

Disposes of any rejected or condemned weight or measure in a manner
 contrary to law or rule.

27 3. Removes from any weight or measure, contrary to law or rule, any 28 tag, seal or mark placed on the weight or measure by the appropriate 29 authority pursuant to this chapter.

4. Keeps for the purpose of selling, advertising or offering or
 exposing for sale or sells any commodity, thing or service in a condition or
 manner contrary to law or rule.

5. Uses in retail trade, except in the preparation of packages put up in advance of sale and of medical prescriptions, a weight or measure that is so positioned that its indications may not be accurately read and the weighing, metering, measuring or counting operation observed from some position that may reasonably be assumed by a customer.

38 6. Violates this chapter or rules adopted under this chapter. A
 39 continuing violation may be deemed to be a separate violation each day during
 40 which the violation is committed for the purpose of imposing a fine.

41 C. The provisions of this section are in addition to and not in 42 limitation of any other provision of law.

D. The attorney general and the county attorney shall have concurrent jurisdiction to prosecute violations of this chapter. 1 2 Sec. 21. Section 3-3475, Arizona Revised Statutes, is amended to read: 3-3475. <u>Civil penalties: hearing</u>

3 4

5

A. A person who violates this chapter, any rule of the division or any license requirement is subject to a civil penalty imposed by the associate director.

6 B. A person who violates this chapter, any rule of the division or any 7 license requirement may request a - AN INFORMAL OR FORMAL hearing to review a 8 civil penalty imposed under this section. IF THE PERSON REQUESTS AN INFORMAL 9 HEARING, THE DIVISION MAY CONDUCT THE INFORMAL HEARING, IN PERSON OR TELEPHONICALLY, TO RESOLVE A WARNING OR CITATION. IF THE PERSON REQUESTS A 10 11 FORMAL HEARING OR THE WARNING OR CITATION IS NOT RESOLVED IN THE INFORMAL 12 HEARING, the division shall conduct the A FORMAL hearing in accordance with 13 title 41, chapter 6, article 10. Except as prescribed in subsection $\frac{B}{B}$ C of 14 this section, the civil penalty shall not exceed one thousand dollars for 15 each infraction nor more than ten thousand dollars for any thirty-day period 16 at each business location, for each registered service representative or for 17 each public weighmaster, provided that no person shall be assessed more than 18 fifty thousand dollars per thirty-day period.

19 B. C. The associate director may double the maximum civil penalty if 20 any of the following applies:

21 1. A commercial device is found to be in violation with results that 22 favor the retailer at more than twice the allowable tolerance as stated in 23 national institute of standards and technology handbook 44.

24 2. A package is found to exceed the maximum allowable variation for 25 the labeled quantity allowed in national institute of standards and 26 technology handbook 133 or the average error of the lot is twice the sample 27 error limit in favor of the retailer.

28

3. A vapor recovery system reinspection fails the required tests.

4. A maximum civil penalty has been imposed on a retailer for a price posting or price verification violation and in a reinspection, if conducted within ninety days, the failure rate is ten percent or more and at least one error is in favor of the retailer.

5. A maximum civil penalty has been imposed on a refiner, refinery, PIPELINE, TERMINAL, FUEL TRANSPORTER, registered supplier or transmix processing facility for a violation of motor fuel quality standards or producing a product transfer document that is incorrect, incomplete or produced in any manner tending to mislead or deceive a person.

6. D. The attorney general shall bring actions to recover civil penalties pursuant to this section in the superior court in the county in which the violation occurred or in a county where the agency has its office. All monies derived from civil penalties shall be deposited, pursuant to sections 35-146 and 35-147, in the state general fund.

1 2	Sec. 22. Section 3-3476, Arizona Revised Statutes, is amended to read: 3-3476. <u>Delinquent civil penalties and fees</u>			
3	In addition to any other penalty, if a civil penalty or any fee due			
4	pursuant to this chapter has not been paid thirty days after the due date,			
5	the civil penalty or fee is delinquent and the department DIVISION may refuse			
6	to issue a license or may revoke a license pursuant to this chapter until the			
7	civil penalty or fee is paid in full.			
8	Sec. 23. <u>Repeal</u>			
9	Section 3–3491, Arizona Revised Statutes, as amended by Laws 2015,			
10	chapter 244, section 2, is repealed.			
11	Sec. 24. <u>Renumber</u>			
12	The following sections are renumbered:			
13	Former Sections New Sections			
14	3-3492 3-3491			
15	3-3493 3-3492			
16	3-3494 3-3493			
17	3-3495 3-3494			
18	3-3496 3-3495			
19	3-3497 3-3496			
20	3-3498 3-3497			
21	3-3499 3-3498			
22	Sec. 25. Section 3-3491, Arizona Revised Statutes, as renumbered, is			
23	amended to read:			
24	3-3491. <u>Standards for oxygenated fuel; volatility; exceptions</u>			
25	A. From and after September 30 through March 31 of each year, in a			
26	county with a population of one million two hundred thousand or more persons			

26 county with a population of one million two hundred thousand or more persons 27 and in any portion of a county contained in area A, blends of gasoline with 28 ethanol shall not exceed the volatility requirements prescribed by section 29 3-3433 and rules adopted by the associate director under that section. From 30 and after September 30 through March 31 of each year, in area B, blends of 31 gasoline with ethanol may exceed the volatility requirements prescribed by 32 section 3-3433 and rules adopted by the associate director under that section 33 by up to one pound per square inch if the base fuel meets the requirements of 34 ASTM D4814 and the final gasoline-ethanol blend contains at least six percent 35 ethanol by volume but does not exceed United States environmental protection 36 agency waivers. For any other locations and period of time, blends of 37 gasoline with ethanol shall meet the volatility requirements as determined by 38 division rule.

B. Notwithstanding subsection D of this section, the associate director of the division in consultation with the director of the department of environmental quality shall approve alternate fuel control measures that are submitted by manufacturers or suppliers of gasoline PROVIDERS and that the directors DIRECTOR AND THE ASSOCIATE DIRECTOR determine will result in motor vehicle carbon monoxide emission reductions that will equal or exceed the reductions that result under subsection D of this section. In making

1 those determinations, the director OF THE DEPARTMENT OF ENVIRONMENTAL QUALITY 2 and the associate director shall compare the alternative measure against the 3 emission reduction that would be obtained from a fuel with the maximum vapor 4 pressure standard prescribed by subsection D of this section and the minimum 5 oxygen standard prescribed by section 3 3493 3-3492 or 3 3496 3-3495. Alternative fuel control measures approved by the associate director of the 6 7 division in consultation with the director of the department of environmental quality may be used by any manufacturer or supplier of gasoline PROVIDER 8 9 unless the approval is rescinded by the associate director of the division at 10 least one hundred eighty days before the beginning of any oxygenate period in 11 the future. Manufacturers and suppliers who GASOLINE PROVIDERS THAT choose 12 to use an approved alternate fuel control measure shall annually submit a 13 compliance plan to the associate director not later than sixty days prior to 14 BEFORE the start of the oxygenate period.

15 C. From and after September 30 through March 31 of each year, all 16 blends of gasoline with alcohol other than ethanol shall satisfy all of the 17 requirements prescribed by section 3-3433 and rules adopted by the associate 18 director under that section and the provisions of a waiver issued by the 19 United States environmental protection agency pursuant to 42 United States 20 Code section 7545(f).

21 Notwithstanding subsection A of this section, if the director of D. 22 the department of environmental quality has previously raised the minimum 23 oxygen content to the maximum percentage of oxygen allowed for each oxygenate 24 as provided by section 3-3496 3-3495, the designated air quality planning 25 agency for area B has considered, analyzed and reviewed the costs and 26 benefits of all other reasonable and available control measures in lieu of 27 reducing volatility requirements to nine pounds per square inch and the 28 director of the department of environmental quality finds that area B has 29 failed to maintain the carbon monoxide national ambient air quality standards 30 by violating the standard, beginning with the oxygenate period beginning on 31 the following September 30 and for each oxygenate period thereafter in 32 area B, the volatility requirements described by section 3-3433, subsection G 33 may be reduced to nine pounds per square inch. If a violation of the carbon monoxide national ambient air quality standards is recorded after the 34 35 volatility requirements have been reduced to nine pounds per square inch, the 36 director of the department of environmental quality shall remove the one 37 pound per square inch waiver for gasoline-ethanol blends.

38 E. Gasoline that is supplied or sold by any person and that is 39 intended as a final product for the fueling of motor vehicles within this 40 state shall not contain the following:

1. Methyl tertiary butyl ether that exceeds 0.3 percent by volume.

42 2. A total of more than 0.10 percent oxygen by weight collectively43 from all of the following oxygenates:

44 45

41

(a) Diisopropylether (DIPE).

(b) Ethyl tert-butylether (ETBE).

- 1 (c) Iso-butanol.
- 2 (d) Isopropanol.
- 3 (e) Methanol.
- 4 (f) N-butanol.
- 5 (q) N-propanol.
- 6 (h) Sec-butanol.
- 7 (i) Tert-amylmethylether (TAME).
- 8 (j) Tert-butanol.
 - (k) Tert-pentanol (tert-amylalcohol).

F. Subsection E of this section does not prohibit the transshipment through this state, including storage incident to that transshipment, of gasoline that contains the oxygenates prescribed by subsection E of this section if both of the following apply:

14

9

1. The gasoline is used or disposed outside this state.

15 2. The gasoline is segregated from gasoline that is intended for use 16 inside this state.

Sec. 26. Section 3-3492, Arizona Revised Statutes, as renumbered, is amended to read:

19

3-3492. <u>Area A; sale of gasoline; oxygen content</u>

20

A. From and after November 1 through March 31 of each year:

21 All gasoline that is supplied or sold by any person and that is 1. 22 intended as a final product for the fueling of motor vehicles within a county 23 with a population of one million two hundred thousand or more persons and any 24 portion of a county contained in area A or that is consumed in a motor 25 vehicle in a county with a population of one million two hundred thousand or 26 more persons and any portion of a county contained in area A by a fleet owner 27 shall, for a gasoline-ethanol blend, contain not less than ten percent by 28 volume of ethanol nor more than the maximum percentage of oxygen allowed by 29 provisions of a waiver issued or other limits established by the United 30 States environmental protection agency.

31 2. All gasoline that is supplied or sold by any person and that is 32 intended as a final product for the fueling of motor vehicles within a county 33 with a population of one million two hundred thousand or more persons and any 34 portion of a county contained in area A or that is consumed in a motor 35 vehicle within a county with a population of one million two hundred thousand 36 or more persons and any portion of a county contained in area A by a fleet 37 owner shall, for a blend other than a gasoline-ethanol blend, contain not 38 less than 2.7 percent by weight of oxygen nor more than the maximum 39 percentage of oxygen allowed by provisions of a waiver issued or other limits 40 established by the United States environmental protection agency.

B. Notwithstanding subsection A of this section, the associate director of the division in consultation with the director of the department of environmental quality shall approve alternate fuel control measures that are submitted by manufacturers or suppliers of gasoline PROVIDERS and that the director and the associate director determine will result in motor 1 vehicle carbon monoxide emissions that are equal to or less than emissions 2 that result under compliance with subsection A of this section and section 3 3-3433. In making this determination, the associate director of the division 4 and the director of the department of environmental quality shall compare the 5 emissions of the alternate fuel control measure with the emissions of a fuel 6 with a maximum vapor pressure standard as prescribed by section 3-3433 and 7 with the minimum oxygen content or percentage by volume of ethanol as 8 prescribed by this section.

9 C. Any alternate fuel control measures that are approved shall not increase emissions of non-methane hydrocarbons, particulates, carbon monoxide 10 11 or oxides of nitrogen. Alternate fuel control measures approved pursuant to subsection B of this section and this subsection may be used by any 12 13 manufacturer or supplier of gasoline PROVIDER unless the approval is 14 rescinded more than one hundred eighty days before the first day of a 15 gasoline control period. Manufacturers and suppliers who GASOLINE PROVIDERS 16 THAT use an approved alternate fuel control measure shall annually submit a 17 compliance plan to the associate director no later than sixty days before the 18 first day of a gasoline control period.

19 Sec. 27. Section 3-3493, Arizona Revised Statutes, as renumbered, is 20 amended to read:

21

3-3493. Area A; fuel reformulation; rules

A. From and after May 1, 1999, All gasoline produced and shipped to or 22 23 within this state and sold or offered for sale for use in motor vehicles in a 24 county with a population of one million two hundred thousand or more persons 25 and any portion of a county contained in area A, subject to an appropriate 26 waiver granted by the administrator of the United States environmental 27 protection agency pursuant to section 211(c)(4) of the clean air act as 28 defined in section 49-401.01, shall comply with either of the following fuel 29 reformulation options:

1. A gasoline that meets standards for federal phase II reformulated gasoline, as provided in 40 Code of Federal Regulations section 80.41, paragraphs (e) through (h), in effect on January 1, 1999, except that the minimum oxygen content standard does not apply. The gasoline shall also meet the maximum vapor pressure requirements in section 3-3433, subsections D and F.

2. California phase 2 reformulated gasoline, including alternative formulations allowed by the predictive model, as adopted by the California air resources board pursuant to California Code of Regulations title 13, sections 2261 through 2262.7 and 2265, in effect on January 1, 1997, except that the minimum oxygen content standard does not apply. The gasoline shall also meet the maximum vapor pressure requirements in section 3-3433, subsections D and F.

B. For the period beginning November 1 through March 31 of each year,
all gasoline produced and shipped to or within this state and sold or offered
for sale for use in motor vehicles in a county with a population of one

1 million two hundred thousand or more persons and any portion of a county 2 contained in area A, subject to an appropriate waiver granted by the 3 administrator of the United States environmental protection agency pursuant 4 to section 211(c)(4) of the clean air act as defined in section 49-401.01, 5 shall comply with standards for California phase 2 reformulated gasoline, including alternative formulations allowed by the predictive model, as 6 7 adopted by the California air resources board pursuant to California Code of 8 Regulations title 13, sections 2261 through 2262.7 and 2265, in effect on 9 January 1, 1997 and shall meet the maximum vapor pressure requirements in section 3-3433, subsections D and F. The fuel described in this subsection 10 11 shall meet the requirements of section 3-3493 3-3492, subsection A, 12 paragraph 1.

13 C. For each winter season of November through March, the associate 14 director of the division shall determine the average levels of the 15 constituents in the gasoline sold or offered for sale in area A and shall 16 provide the results of this determination to the director of environmental 17 quality. The director of environmental quality shall analyze the data 18 provided by the associate director of the division, no later than July 1 of 19 each year, shall determine the average daily carbon monoxide reductions 20 resulting from the use of the gasoline specified in subsection B of this 21 section during the preceding winter season.

D. C. Any registered supplier or oxygenate blender, as defined in division rules, may petition the associate director to request that all registered suppliers or oxygenate blenders be allowed to comply with any provision of STANDARDS OTHER THAN THE STANDARDS PRESCRIBED BY section 3-3493 3-3492, subsection A, provided IF the petitioner can demonstrate that ethanol supply shortages are imminent.

28

E. D. The petition shall:

Identify specific supply conditions that will result in a shortage
 of ethanol.

2. Identify which oxygenate or oxygenates and the concentration that will be blended into gasoline for sale or use in area A.

33 3. Demonstrate that the alternative oxygenate blend comes closest to 34 meeting a three and one-half percent by weight oxygen content at reasonable 35 cost, unless the registered supplier or oxygenate blender is petitioning to 36 use a gasoline-ethanol blend containing less than ten percent by volume of 37 ethanol.

38 4. Specify a time period for compliance with any provision of section
 39 3-3493 3-3492, subsection A, not to exceed sixty days.

40 F. E. The associate director shall either grant or deny the petition 41 in writing within seven days of its receipt. Any decision by the associate 42 director to grant the petition shall be equally applicable to all registered 43 suppliers or oxygenate blenders and shall not be selectively applied to any 44 single registered supplier or oxygenate blender. The petition may be granted 1 only if the associate director verifies that the basis for requesting the 2 petition is factual.

3 G. F. The associate director may reauthorize a petition if the 4 petitioner can demonstrate that the conditions have continued. The 5 reauthorization of a petition shall not exceed thirty days.

6 H. G. The associate director of the division shall consult with the 7 director of the department of environmental quality before granting, 8 reauthorizing or denying any such petition.

9 I. H. The director of environmental quality in consultation with the 10 associate director of the division shall adopt by rule:

11 1. Requirements to implement subsections A through E, B, C AND D of 12 this section.

2. Requirements for recordkeeping, reporting and analytical methods
 for fuel providers to demonstrate compliance with subsections A through E, B,
 C AND D of this section.

16 J. I. This section does not apply to fuel sold for use at a motor 17 vehicle manufacturer proving ground or at a motor vehicle racing event.

18 Sec. 28. Section 3-3494, Arizona Revised Statutes, as renumbered, is 19 amended to read:

20

3-3494. Area C; fuel reformulation; rules

A. From and after May <u>1</u> <u>31</u> through September 30 of each year, all gasoline produced and shipped to or within this state and sold or offered for sale for use in motor vehicles in area C shall comply with either of the following fuel reformulation options:

1. A gasoline that meets standards for federal phase II reformulated gasoline, as provided in 40 Code of Federal Regulations section 80.41, paragraphs (e) through (h), in effect on January 1, 1999, except that the minimum oxygen content standard does not apply. The gasoline shall also meet the maximum vapor pressure requirements in section 3-3434, subsection D.

2. California phase 2 reformulated gasoline, including alternative formulations allowed by the predictive model, as adopted by the California air resources board pursuant to California Code of Regulations title 13, sections 2261 through 2262.7 and 2265, in effect on January 1, 1997, except that the minimum oxygen content standard does not apply. The gasoline shall also meet the maximum vapor pressure requirements in section 3-3434, subsection D.

B. Any registered supplier OR OXYGENATE BLENDER, as defined in division rules, may petition the associate director to request that all registered suppliers OR OXYGENATE BLENDERS be allowed to supply gasoline in area C that does not meet the standards in subsection A of this section if the petitioner demonstrates that a shortage in the supply of gasoline meeting the standards in subsection A of this section is imminent.

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C. A petition under subsection B of this section shall:

Identify specific supply conditions that will result in a shortage
 of gasoline meeting the standards in subsection A of this section.

2. Identify the formulation of gasoline that will be sold in area C in lieu of gasoline meeting the standards in subsection A of this section.

1 2

Specify a time period for compliance with the standards of 3. 4 subsection A of this section not to exceed sixty days.

3

5 D. The associate director shall either grant or deny a petition under subsection B of this section in writing within seven days of its receipt. 6 7 Any decision by the associate director to grant the petition shall be equally 8 applicable to all registered suppliers OR OXYGENATE BLENDERS and shall not be 9 selectively applied to any single registered supplier OR OXYGENATE BLENDER. 10 The petition may be granted only if the associate director verifies that the 11 basis for requesting the petition is factual.

12 The associate director may reauthorize a petition granted under Ε. 13 subsection B of this section if the petitioner demonstrates that the 14 conditions identified in the petition have continued. The reauthorization of 15 a petition shall not exceed thirty days.

16 F. The associate director of the division shall consult with the 17 director of the department of environmental quality before granting, 18 reauthorizing or denying any petition under subsection B of this section.

19 G. The ASSOCIATE DIRECTOR, IN CONSULTATION WITH THE director of the 20 department of environmental quality, in consultation with the associate 21 director of the division shall adopt by rule:

22

Requirements to implement subsections A, B and C of this section. 1.

23 2. Requirements for recordkeeping, reporting and analytical methods 24 for fuel providers to demonstrate compliance with subsection A of this 25 section.

26 H. This section does not apply to fuel sold for use at a motor vehicle 27 manufacturer proving ground or at a motor vehicle racing event.

28 Sec. 29. Section 3-3498, Arizona Revised Statutes, as renumbered, is 29 amended to read:

3-3498. Inspections

31 A. On request, an interstate pipeline terminal or a motor fuel storage 32 or dispensing site shall provide a product transfer document to the 33 department DIVISION. Product transfer documents may be stored off site as 34 provided by department DIVISION rule.

35 B. On request, a motor fuel storage or dispensing site shall provide 36 access to motor fuel dispensing cabinets to the department DIVISION for 37 inspection of fuel dispensing meters and blending valves.

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Sec. 30. Section 3-3512, Arizona Revised Statutes, is amended to read: 3-3512. Stage I vapor recovery systems

40 A. A person shall not offer for sale, sell, install or use a new 41 gasoline stage I vapor recovery system, or any new or rebuilt component parts 42 of the system, unless the system or component part has been certified by the 43 California air resources board as of March 31, 2001 or after that date, or 44 has been approved by a third party accredited to test equipment and 45 recognized by industry and the department DIVISION, and has not been rejected by the division. The division shall maintain and keep current a list of stage I vapor recovery systems and component parts that are approved by the division. Only those systems that are approved shall be used in this state. All certified vapor recovery components must be clearly identified by a permanent identification affixed by the certified manufacturer or rebuilder.

B. For gasoline dispensing sites with a throughput of over ten thousand gallons per month in area A or area B as defined in section 49-541, a person shall not transfer or allow the transfer of gasoline into storage tanks at gasoline dispensing sites unless the storage tank is equipped with a stage I vapor recovery system consisting of a vapor-tight return line from the storage tank or its vent to the gasoline transport vehicle.

12 C. An owner or operator of a gasoline storage tank, gasoline transport 13 vehicle or gasoline dispensing site subject to stage I vapor recovery 14 requirements shall comply with the following:

15 1. Install all necessary stage I vapor recovery systems and make any 16 modifications necessary to comply with the requirements.

Provide adequate training and written instructions to the operator
 of the affected gasoline dispensing site and the gasoline transport vehicle.

Replace, repair or modify any worn or ineffective component or
 design element to ensure the vapor-tight integrity and efficiency of the
 stage I vapor recovery systems.

4. Connect and ensure proper operation of the stage I vapor recovery
 systems whenever gasoline is being loaded, unloaded or dispensed.

5. In area A and other geographical areas as provided by subsection G of this section, have the stage I vapor recovery system tested annually by a registered service representative licensed by the division.

D. Before the initial installation or modification of any stage I vapor recovery system, the owner or operator of a gasoline storage tank, gasoline transport vehicle or gasoline dispensing site shall obtain a plan review and approval from the division. Application for the plan review and approval shall be on forms prescribed and provided by the division.

E. The division in consultation with the department of environmental quality and the state fire marshal shall establish by rule standards for the installation and operation of stage I vapor recovery systems. The division shall establish by rule plan review and approval fees. In establishing those rules and standards, the associate director shall consider requirements in other states to ensure that only state-of-the-art technology is used.

F. Approval of a stage I vapor recovery system by the division does not relieve the owner or operator of the responsibility to comply with other applicable statutes, codes and rules pertaining to fire prevention, environmental quality and safety matters.

G. Any county, city or town outside of area A or area B as defined in section 49-541 may require gasoline dispensing sites with a throughput greater than ten thousand gallons per month to install, operate and maintain stage I vapor recovery systems in accordance with this section. Any county, 1 city or town, including cities and towns within area B, also may require 2 annual testing of required stage I vapor recovery systems pursuant to 3 subsection C of this section. For a county, city or town considering the 4 adoption of a resolution to require stage I vapor recovery systems or annual 5 testing within its jurisdiction and on request, the department of environmental quality shall provide technical assistance in evaluating the 6 7 air quality in that county, city or town and shall provide final review and 8 approval of an adopted resolution.

9 H. A county board of supervisors or governing body of a city or town 10 shall submit a resolution approved by the department of environmental quality 11 to the associate director of the division requesting the imposition of the 12 requirements for stage I vapor recovery systems within its jurisdiction.

13 I. The associate director shall adopt, by rule, compliance schedules 14 for gasoline dispensing sites located within the jurisdiction requesting 15 stage I vapor recovery system requirements no later than twelve months after 16 receipt of the resolution from the county board of supervisors or governing 17 board of a city or town. All gasoline dispensing sites shall be required to 18 comply with stage I vapor recovery system rules within twenty-four months 19 after the rules have been filed with the secretary of state. Sites with 20 stage I vapor recovery systems already installed must comply with the testing 21 requirements at the time the rules become effective.

22 J. A county board of supervisors or governing body of a city or town 23 that adopts the requirements for stage I vapor recovery systems may repeal 24 those requirements by adopting a resolution to remove the imposition of those 25 requirements within its jurisdiction unless the county, city or town is in an 26 ozone nonattainment area that has since been designated as moderate, serious 27 or severe by the United States environmental protection agency under section 28 107(d) of the clean air act. On receipt of the resolution, the associate 29 director of the division shall consult with the director of the department of 30 environmental quality to verify that a county, city or town is outside of an 31 ozone nonattainment area designated as moderate, serious or severe by the 32 United States environmental protection agency under section 107(d) of the 33 clean air act. After consultation with the department of environmental quality, the associate director of the division shall revise the rules to 34 35 repeal the requirements for stage I vapor recovery systems within that 36 jurisdiction as soon as practicable.

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Sec. 31. Section 3-3514, Arizona Revised Statutes, is amended to read: 3-3514. <u>Stage I rule effectiveness; enhanced enforcement</u>

The ASSOCIATE director shall adopt rules to:

Enhance enforcement of the department's DIVISION'S stage I vapor
 recovery program. The enforcement shall be enhanced through programs that
 may include increased frequency of or targeting of inspections, increased
 sampling frequency, use of portable analyzers or any other technique.

44 2. Establish standards and fees for required inspections of vapor45 recovery systems.

1 Sec. 32. Section 28-9501, Arizona Revised Statutes, is amended to 2 read: 3 28-9501. Definitions 4 In this chapter, unless the context otherwise requires: 5 1. "Commercial device" means any measuring device that is used to 6 determine the direct cost of things or used to establish a fee for service if 7 the cost is based on measure. 1. "REGISTERED SERVICE AGENCY" MEANS ANY AGENCY, FIRM, COMPANY OR 8 9 CORPORATION THAT FOR HIRE, AWARD, COMMISSION OR ANY OTHER PAYMENT OF ANY KIND 10 INSTALLS, SERVICES, REPAIRS OR RECONDITIONS A TAXI METER AND THAT IS LICENSED 11 PURSUANT TO SECTION 3-3454. 12 "REGISTERED SERVICE REPRESENTATIVE" MEANS ANY INDIVIDUAL WHO FOR 2. 13 HIRE, AWARD, COMMISSION OR ANY OTHER PAYMENT OF ANY KIND INSTALLS, SERVICES. REPAIRS OR RECONDITIONS A TAXI METER AND WHO IS LICENSED PURSUANT TO SECTION 14 15 3-3454. 16 $\frac{2}{3}$. "Taxi meter" means a commercial device that meets the 17 requirements of the national institute of standards and technology handbook 44 as prescribed by section 3-3413 AUTOMATICALLY CALCULATES, AT A 18 19 PREDETERMINED RATE OR RATES, AND INDICATES THE CHARGE FOR HIRE OF A VEHICLE. 20 Sec. 33. Section 28-9502, Arizona Revised Statutes, is amended to 21 read: 22 28-9502. Powers and duties 23 A. The department shall: 24 1. Adopt any rules necessary to carry out this chapter and adopt 25 reasonable rules for the enforcement of this chapter. These rules have the force and effect of law and shall be adopted pursuant to title 41, chapter 6. 26 27 In adopting these rules, the director shall consider, as far as is 28 practicable, the requirements established by other states and by authority of 29 the United States, except that rules may not be made in conflict with this 30 chapter. 31 2. Investigate complaints made to the department concerning violations of this chapter and, on its own initiative, conduct investigations it deems 32 33 appropriate in order to develop information relating to prevailing procedures 34 in commercial quantity TAXI METER RATE determination and possible violations 35 of this chapter and to promote accuracy in the determination and 36 representation of quantity in commercial transactions TAXI METER RATES. 37 Inspect and test taxi meters to determine whether the taxi meters 3. meet the requirements of the national institute of standards and technology 38 39 handbook 44 as prescribed by section 3–3413 THE DEPARTMENT IN RULE. 40 4. Apply to any court of competent jurisdiction for a temporary or 41 permanent injunction restraining any person from violating this chapter. 42 5. Report to the governor on or before August 1 of each year and at 43 such other times as may be required on the work accomplished under this 44 chapter.

1 6. 5. Subject to title 41, chapter 4, article 4, employ such 2 personnel as needed to assist in administering this chapter.

B. Testing and inspection conducted pursuant to this chapter shall be done, to the extent practicable, without prior notice, by a random systematic method determined by the director or in response to a complaint by the public.

7 C. During the course of an investigation or an enforcement action by 8 the department, information regarding the complainant is confidential and is 9 exempt from title 39, chapter 1 unless the complainant authorizes the 10 information to be public.

11 Sec. 34. Section 28–9503, Arizona Revised Statutes, is amended to 12 read:

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28-9503. <u>Licensing of taxi meters; fees; posting; violation;</u> classification

A. A person may not use a commercial device TAXI METER unless the
 device TAXI METER is licensed as provided in this chapter.

17 B. A license shall be obtained annually from the department on forms 18 prescribed and furnished by the department. The fee, as determined by the 19 director by rule, shall be submitted with the prescribed form. A license 20 shall be obtained not later than thirty days following AFTER the first day of 21 commercial use for original installations. If the ownership of a licensed 22 device TAXI METER is transferred, the ownership of the license may be 23 transferred. On transfer of a license, new licensees shall notify the 24 department of the licensee's name and address and the location of the device 25 TAXI METER.

C. If a fare is based on time or mileage or both time and mileage, a taxi shall have a commercial device TAXI METER and shall obtain a license as prescribed by the department, except that if the service offered by the taxi is a prearranged ground transportation service as prescribed in section 28-141 for a predetermined fare, a taxi is not required to use a commercial device TAXI METER.

32 D. The department may not issue a license for a taxi, livery vehicle 33 or limousine unless the taxi, livery vehicle or limousine meets the 34 requirements for both DOES ALL of the following:

MEETS THE REQUIREMENTS FOR motor vehicle licensing as prescribed by
 the department.

37 2. MEETS THE REQUIREMENTS motor vehicle insurance as prescribed by
 38 section 28-4033.

39 3. OBTAINS AN IN-SERVICE REPORT FROM A REGISTERED SERVICE AGENCY OR
 40 REGISTERED SERVICE REPRESENTATIVE.

41 E. THE DEPARTMENT MAY NOT ISSUE A LICENSE FOR A LIVERY VEHICLE OR 42 LIMOUSINE UNLESS THE LIVERY VEHICLE OR LIMOUSINE MEETS THE REQUIREMENTS FOR 43 BOTH OF THE FOLLOWING:

1. MOTOR VEHICLE LICENSING AS PRESCRIBED BY THE DEPARTMENT.

2. MOTOR VEHICLE INSURANCE AS PRESCRIBED BY SECTION 28-4033.

1 E. F. The department shall revoke a license if the taxi, livery 2 vehicle or limousine fails to maintain the requirements for either of the 3 following:

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1. Motor vehicle licensing as prescribed by the department.

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2. Motor vehicle insurance as prescribed by section 28-4033.

F. G. A taxi or livery vehicle shall have a license issued under this 6 7 chapter posted on the outside of the rear window as required by the 8 department. A limousine shall carry a license issued under this chapter 9 inside the vehicle at all times.

G. H. A taxi that is licensed by the department and that offers local 10 11 transportation for a fare determined on the basis of the distance traveled or prearranged ground transportation service as prescribed in section 28-141 for 12 13 a predetermined fare is not required to be additionally licensed as a livery 14 vehicle.

15 H_{\cdot} I. A person or the person's agent who knowingly files with the 16 department any notice, statement or other document required under this 17 section that is false or that contains any material misstatement of fact is quilty of a class 2 misdemeanor. 18

19 Sec. 35. Section 28-9521, Arizona Revised Statutes, is amended to 20 read:

21 22 28-9521. Unlawful use of taxi meter; authorization to prevent such use; seizure; violation; classification

A. When any commercial device TAXI METER specified in this chapter is 23 24 in commercial use and a valid license for the device TAXI METER has not been 25 procured by the owner, the owner's agent or the operator of the device TAXI 26 METER, the department, after giving notice of the licensing requirements to 27 the owner, the owner's agent or the operator, shall prohibit the further 28 commercial use of the unlicensed device TAXI METER until the proper license 29 has been issued. The department may employ and attach to the $\frac{device}{device}$ TAXI 30 METER such forms, notices or security seals as it considers necessary to 31 prevent the continued unauthorized use of the device TAXI METER.

32 B. A registered service AGENCY OR REGISTERED SERVICE representative 33 may also:

34 1. With approval of the department, remove an official rejection tag 35 placed on a commercial device TAXI METER.

36 2. Place in service, until an official examination can be made, a 37 commercial device TAXI METER that has been officially rejected or placed out 38 of service.

39 3. Place in service, until an official examination can be made, a 40 commercial device TAXI METER for which a commercial device TAXI METER 41 application has been completed and submitted to the department.

42 4. PLACE OUT OF SERVICE A TAXI METER THAT DOES NOT MEET THE STANDARDS 43 TO BE PLACED IN SERVICE.

C. A REGISTERED SERVICE AGENCY OR REGISTERED SERVICE REPRESENTATIVE
 SHALL NOTIFY THE DEPARTMENT WITHIN SEVENTY-TWO HOURS AFTER ANY ACTION TAKEN
 PURSUANT TO SUBSECTION B OF THIS SECTION.

6. D. The owner of any business who has not applied for and has not been issued a license for the right to do business involving the use of a commercial device TAXI METER by the department and who is found selling or offering for sale or delivering or distributing to a consumer is guilty of a class 2 misdemeanor, and the department shall confiscate and seize the commercial device TAXI METER or any other such measuring device METER used by the business for the sale, delivery or distribution as evidence.

11 D. E. The director and any other authorized personnel are not liable 12 to the owner or any other persons, firms, partnerships, corporations, trusts 13 or agencies for damages, directly or indirectly, caused by or resulting from 14 the seizure.

15 E. F. If a commercial device TAXI METER licensed pursuant to this 16 chapter is used contrary to any provision of this chapter or any rule adopted 17 pursuant to this chapter, the department, in addition to any other penalty 18 imposed by this chapter, shall suspend, revoke or refuse to renew the 19 license.

20 Sec. 36. Section 28-9523, Arizona Revised Statutes, is amended to 21 read:

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28-9523. <u>Violations; classification; jurisdiction</u>

23

A. A person is guilty of a class 1 misdemeanor who:

1. Knowingly hinders, interferes with or obstructs in any way the director or any of the director's agents or inspectors in entering the premises where a commercial device TAXI METER may be kept for inspecting or testing or in the performance of the director's OFFICIAL DUTIES OF THE DIRECTOR or the director's agent's AGENTS or inspector's official duties INSPECTORS.

30 2. Impersonates in any way the director or any of the director's 31 agents or inspectors by the use of the director's seal or a counterfeit of 32 the director's seal or in any other manner.

33 3. Uses, or has in possession for the purpose of using for any A 34 commercial purpose, sells, offers or exposes for sale or hire, or has in 35 possession for the purpose of selling or hiring an incorrect weight or 36 measure or any device or instrument TAXI METER used or calculated to falsify 37 any weight or measure THE ACCURACY OF THE TAXI METER.

38 4. Sells, or offers or exposes for sale, less than the quantity the
 39 person represents of any commodity, thing or service.

40 5. Takes more than the quantity the person represents of any
41 commodity, thing or service, when, as buyer, the person furnishes the weight
42 or measure by means of which the amount of the commodity, thing or service is
43 determined.

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B. A person is guilty of a class 2 misdemeanor who:

2 1. Uses, or has in possession for the purpose of current use for any 3 commercial purpose, a weight or measure TAXI METER that does not bear a seal 4 or mark of approval based on an inspection and test, unless the weight or 5 measure TAXI METER has been exempted from testing by order of the department, or unless the device TAXI METER has been placed in service as provided in 6 7 this chapter. Any person or persons making use of a commercial device TAXI 8 METER that is subject to this chapter shall report to the director or the 9 director's representatives, in writing, the number and location of the commercial device TAXI METER and shall promptly report the installation of 10 11 any new commercial device TAXI METER.

Disposes of any rejected or condemned weight or measure TAXI METER
 in a manner contrary to law or rule.

14 3. Removes from any weight or measure TAXI METER, contrary to law or 15 rule, any tag, seal or mark placed on the weight or measure TAXI METER by the 16 appropriate authority pursuant to this chapter.

4. Keeps for the purpose of selling, advertising or offering or
exposing for sale or sells any commodity, thing or service in a condition or
manner contrary to law or rule.

5. Uses in retail trade, except in the preparation of packages put up in advance of sale and of medical prescriptions, a weight or measure A TAXI METER that is so positioned that its indications cannot be accurately read and the weighing, metering, measuring or counting operation cannot be observed from some position that may reasonably be assumed by a customer.

6. Violates this chapter or rules adopted under this chapter. A continuing violation may be deemed to be a separate violation each day during which the violation is committed for the purpose of imposing a fine.

28 C. The provisions of this section are in addition to and not in 29 limitation of any other provision of law.

30 D. The attorney general and the county attorney shall have concurrent 31 jurisdiction to prosecute violations of this chapter.

32 Sec. 37. Section 28-9524, Arizona Revised Statutes, is amended to 33 read:

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28-9524. Presumptive evidence of use

When a weight, measure, meter, counter or commercial device TAXI METER is in or about any place in which or from which buying or selling A VEHICLE HIRE TRANSACTION is commonly carried on, there shall be IS a rebuttable presumption that the weight, measure, meter, counter or commercial device TAXI METER is regularly used for the business purpose of the place.

40 Sec. 38. Section 28-9525, Arizona Revised Statutes, is amended to 41 read:

42

28-9525. Civil penalties

A. A person who violates this chapter, any rule of the department or any license requirement is subject to a civil penalty imposed by the director. A person who violates this chapter, any rule of the department or 1 any license requirement may request a hearing to review a civil penalty 2 imposed under this section. The department shall conduct the hearing in 3 accordance with title 41, chapter 6, article 10. Except as prescribed in subsection B of this section, the civil penalty may not exceed one thousand 4 dollars for each infraction or more than ten thousand dollars for any 5 thirty-day period at each business location or for each public weighmaster, 6 7 provided that no person shall be assessed more than fifty thousand dollars 8 per thirty-day period.

9 B. The director may double the maximum civil penalty if any of the 10 following applies:

11 **1.** A commercial device A TAXI METER is found to be in violation with 12 results that favor the retailer LICENSEE at more than twice the allowable 13 tolerance as stated in national institute of standards and technology 14 handbook 44.

15 2. A package is found to exceed the maximum allowable variation for 16 the labeled quantity allowed in national institute of standards and 17 technology handbook 133 or the average error of the lot is twice the sample 18 error limit in favor of the retailer.

19 3. A maximum civil penalty has been imposed on a retailer for a price 20 posting or price verification violation and in a reinspection, if conducted 21 within ninety days, the failure rate is ten percent or more and at least one 22 error is in favor of the retailer.

C. The attorney general shall bring actions to recover civil penalties pursuant to this section in the superior court in the county in which the violation occurred or in a county where the agency has its office. All monies derived from civil penalties shall be deposited, pursuant to sections 35-146 and 35-147, in the state general fund.

28 Sec. 39. Section 41-1092.02, Arizona Revised Statutes, is amended to 29 read:

> 41-1092.02. <u>Appealable agency actions: application of</u> procedural rules: exemption from article

A. This article applies to all contested cases as defined in section 41-1001 and all appealable agency actions, except contested cases with or appealable agency actions of:

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1. The state department of corrections.

2. The board of executive clemency.

3. The industrial commission of Arizona.

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4. The Arizona corporation commission.

39 5. The Arizona board of regents and institutions under its 40 jurisdiction.

41

6. The state personnel board.

42 7. The department of juvenile corrections.

43 8. The department of transportation, EXCEPT AS PROVIDED IN TITLE 28,
44 CHAPTER 30, ARTICLE 2.

1 9. The department of economic security except as provided in section 2 46-458.

-3 4

10. The department of revenue regarding:

(a) Income tax or withholding tax.

5 (b) Any tax issue related to information associated with the reporting 6 of income tax or withholding tax unless the taxpayer requests in writing that 7 this article apply and waives confidentiality under title 42, chapter 2, 8 article 1.

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11. The board of tax appeals.

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12. The state board of equalization.

11 13. The state board of education, but only in connection with 12 contested cases and appealable agency actions related to applications for 13 issuance or renewal of a certificate and discipline of certificate holders 14 pursuant to sections 15-203, 15-534, 15-534.01, 15-535, 15-545 and 15-550.

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14. The board of fingerprinting.

16 15. The department of child safety except as provided in sections 17 8-506.01 and 8-811.

B. Unless waived by all parties, an administrative law judge shall conduct all hearings under this article, and the procedural rules set forth in this article and rules made by the director apply.

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C. Except as provided in subsection A of this section:

A contested case heard by the office of administrative hearings
 regarding taxes administered under title 42 shall be subject to the
 provisions under section 42-1251.

25 2. A final decision of the office of administrative hearings regarding 26 taxes administered under title 42 may be appealed by either party to the 27 director of the department of revenue, or a taxpayer may file and appeal 28 directly to the board of tax appeals pursuant to section 42-1253.

D. Except as provided in subsections A, B, E, F and G of this section and notwithstanding any other administrative proceeding or judicial review process established in statute or administrative rule, this article applies to all appealable agency actions and to all contested cases.

E. Except for a contested case or an appealable agency action regarding unclaimed property, sections 41-1092.03, 41-1092.08 and 41-1092.09 do not apply to the department of revenue.

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F. The board of appeals established by section 37-213 is exempt from:1. The time frames for hearings and decisions provided in section

The time frames for hearings and decisions provided in sectio
 41-1092.05, subsection A, section 41-1092.08 and section 41-1092.09.

39 2. The requirement in section 41-1092.06, subsection A to hold an 40 informal settlement conference at the appellant's request if the sole subject 41 of an appeal pursuant to section 37-215 is the estimate of value reported in 42 an appraisal of lands or improvements.

43 G. Auction protest procedures pursuant to title 37, chapter 2, article44 4.1 are exempt from this article.

June 30, 2016.

12

1 Sec. 40. Laws 2014, chapter 132, section 11 is amended to read: 2 Sec. 11. <u>Delayed repeal</u> 3 Section 41 2135 3-3515, Arizona Revised Statutes, as added by this act, 4 is repealed from and after September 30, 2018. 5 Sec. 41. Exemption from rulemaking For the purposes of this act and Laws 2015, chapter 244, the Arizona 6 7 department of agriculture and the department of transportation are exempt 8 from the rulemaking requirements of title 41, chapter 6, Arizona Revised Statutes, for one year after the effective date of this act. 9 10 Sec. 42. Effective date: retroactivity 11 This act is effective and applies retroactively to from and after