THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 851

Session of 1999

INTRODUCED BY GREENLEAF, MUSTO, RHOADES, BELL, BOSCOLA, EARLL, GERLACH, LAVALLE, LEMMOND, O'PAKE, SALVATORE, WAGNER AND THOMPSON, APRIL 28, 1999

REFERRED TO ENVIRONMENTAL RESOURCES AND ENERGY, APRIL 28, 1999

AN ACT

- 1 Amending the act of July 1, 1987 (P.L.187, No.24), entitled "An act requiring retail gasoline dealers to post gasoline
- additive information; and imposing penalties, " requiring the
- 4 Department of Agriculture to establish standards relating to
- 5 octane levels and additives, to develop a testing program and
- to enforce the standards established; establishing the
- 7 Automotive Fuel Testing Account; and making an appropriation.
- 8 The General Assembly of the Commonwealth of Pennsylvania
- 9 hereby enacts as follows:
- 10 Section 1. The definitions of "gasoline" and "gasoline
- 11 additive in section 1 of the act of July 1, 1987 (P.L.187,
- 12 No.24), entitled "An act requiring retail gasoline dealers to
- 13 post gasoline additive information; and imposing penalties, are
- 14 amended and the section is amended by adding definitions to
- 15 read:
- 16 Section 1. Definitions.
- 17 The following words and phrases when used in this act shall
- 18 have the meanings given to them in this section unless the
- 19 context clearly indicates otherwise:
- 20 "American Society for Testing and Materials" or "ASTM." An

- 1 organization which develops quality standards and test methods
- 2 <u>for petroleum products.</u>
- 3 * * *
- 4 <u>"Department." The Department of Agriculture of the</u>
- 5 Commonwealth.
- 6 "Distributor." A person who receives automotive fuel in this
- 7 Commonwealth for storage and subsequent distribution to another
- 8 person other than the consumer.
- 9 * * *
- 10 "Gasoline." Any liquid prepared, advertised, offered for
- 11 sale, sold for use as or used for the generation of power for
- 12 the propulsion of motor vehicles, boats, motorboats or
- 13 watercraft, including any product obtained by blending together
- 14 any one or more products of petroleum with or without other
- 15 products, <u>including oxygenate</u>, if the resultant product is
- 16 capable of the same use.
- 17 "Gasoline additives." Methanol, ethanol, oxygenate or co-
- 18 solvent in concentrations above 1% by volume.
- 19 * * *
- 20 "Octane rating." The numerical rating of the antiknock
- 21 characteristics of a grade or type of gasoline as defined by the
- 22 specifications of the American Society for Testing and
- 23 Materials, entitled "Standard Specifications for Automotive
- 24 Spark Ignition Engine Fuel" and designated D4814.
- 25 <u>"Oxygenated fuel." Gasoline containing oxygen-bearing</u>
- 26 compounds with a total of 0.40% or more oxygen by volume.
- 27 "Refiner." A person engaged in the manufacture, production
- 28 or importation of automotive fuel.
- 29 * * *
- 30 Section 2. Sections 2 and 3 of the act are amended to read:

- 1 Section 2. Posting of gasoline additive or blending
- 2 information.
- 3 (a) Requirement.--All retail service station dealers shall
- 4 conspicuously post on each pump from which gasoline [containing
- 5 gasoline additives] is dispensed a sign clearly indicating
- 6 [that] the octane rating and whether the gasoline contains
- 7 gasoline additives, the type or types of gasoline additives
- 8 contained in the gasoline and the maximum percentage by volume,
- 9 to the nearest whole percent, of each gasoline additive.
- 10 (b) Size of sign.--The information required by subsection
- 11 (a) shall be conveyed in bold block lettering [at least one-
- 12 quarter inch in size.] as adopted by the department by
- 13 <u>regulation</u>.
- 14 (c) Visibility.--If a pump is used to dispense gasoline on
- 15 more than one driveway, the sign or signs required by subsection
- 16 (a) shall be placed on both [sides] faces of the pump so that a
- 17 sign shall be clearly visible from each driveway.
- 18 Section 3. Notification [by manufacturers] of octane and
- 19 gasoline additive information.
- 20 (a) General rule. -- [Manufacturers of gasoline which contains
- 21 gasoline additives shall notify gasoline purchasers, in writing,
- 22 as to the presence of the additives. This requirement shall
- 23 continue for each seller until the product is resold to the
- 24 public.
- 25 (b) Pump signs.--] A refiner, distributor or reseller may
- 26 not transfer, sell or dispense gasoline or oxygenated fuel for
- 27 sale in this Commonwealth without delivering to the purchaser a
- 28 bill, invoice or other instrument evidencing the transaction
- 29 which shall indicate:
- 30 (1) the presence of methanol and co-solvent, each as a

- 1 percentage of the total volume, if the quantity of methanol
- 2 exceeds 0.3%;
- 3 (2) the presence of ethanol, as a percentage of the
- 4 total volume, if such quantity exceeds 1% of the total
- 5 <u>volume</u>;
- 6 (3) the presence of lead additive, expressed in terms of
- 7 <u>a part per gallon, if the quantity of lead additive is in</u>
- 8 <u>excess of the threshold adopted by the commissioner;</u>
- 9 <u>(4) the minimum octane rating; and</u>
- 10 (5) whether the material is gasoline or oxygenated fuel.
- 11 (b) Form.--For the purpose of this section, the instrument
- 12 evidencing the transaction shall be on the form required by the
- 13 <u>department</u>. The department shall consult with the Department of
- 14 Revenue and, to the extent practicable, the form used for
- 15 <u>certification of prepayment of the sales tax and payment of</u>
- 16 motor fuel tax shall be modified and adapted for this purpose,
- 17 such that the form shall indicate the brand, type and quality of
- 18 each product delivered.
- 19 [(1) The manufacturers]
- 20 (c) Pump signs. -- The manufacturer, refiner, distributor or
- 21 <u>reseller</u> also shall provide anyone who purchases the gasoline
- 22 for resale to the public or to retail service station dealers
- 23 with <u>an adequate number of pump signs [meeting] to meet the</u>
- 24 posting requirements of this act and which meet the following
- 25 criteria:
- 26 [(i)] (1) The pump sign shall indicate [that] the octane
- 27 rating and whether the gasoline dispensed from that pump
- contains gasoline additives and shall set forth the maximum
- 29 percentage by volume, to the nearest whole percent, of each
- 30 gasoline additive.

- 1 [(ii)] (2) This information shall be set forth in block
- 2 lettering [which is at least one-quarter inch in size.] as
- 3 <u>required by regulations of the department.</u>
- 4 [(2) When providing pump signs to purchasers of its
- 5 gasoline who intend to resell the gasoline to the public or
- 6 to retail service station dealers, the manufacturer shall
- 7 provide an adequate number of the signs for the purchaser or
- 8 retail service stations to whom the purchaser sells, to meet
- 9 the requirements of this act.]
- 10 (d) Representations. -- No person who distributes gasoline may
- 11 make a representation respecting the antiknock characteristics
- 12 of the gasoline unless the representation discloses the minimum
- 13 Antiknock Index Requirements of the fuel as adopted by the
- 14 National Conference of Weights and Measures and published in
- 15 <u>Handbook 130</u>, and supplements thereto, or in any publication
- 16 <u>revising or superseding Handbook 130.</u>
- (e) Requirements.--For purposes of this section, the octane
- 18 rating of a gasoline shall be considered to be certified,
- 19 displayed or represented:
- 20 (1) in the case of gasoline which consists of a blend of
- 21 <u>two or more quantities of gasoline of differing octane</u>
- 22 ratings, only if the rating certified, displayed or
- represented is the average octane ratings of the quantities,
- 24 <u>weighted by volume; or</u>
- 25 (2) in the case of gasoline which does not consist of a
- 26 <u>blend of two or more quantities of gasoline of differing</u>
- 27 octane ratings, only if the octane rating certified,
- displayed or represented is the same as the actual octane
- 29 rating of the gasoline.
- 30 Section 3. The act is amended by adding sections to read:

- 1 Section 3.1. Powers and duties of department.
- 2 (a) Powers and duties. -- The department shall have the power
- 3 <u>and its duty shall be:</u>
- 4 (1) To adopt regulations relating to petroleum product
- 5 quality, definitions, octane levels and additives, alcohol
- 6 content, technical specifications and sampling and testing,
- 7 consistent with standards established by the ASTM and
- 8 <u>published in the latest ASTM annual book. All regulations</u>
- 9 <u>promulgated by the department under this act shall be subject</u>
- 10 to the act of June 25, 1982 (P.L.633, No.181), known as the
- 11 <u>Regulatory Review Act.</u>
- 12 (2) To conduct random testing, inspection and sampling
- of petroleum products kept, offered for sale or dispensed, or
- in the process of delivery or transport and inspect all
- documents and records necessary to enforce this act.
- 16 (3) Upon the complaint of a refiner, distributor,
- 17 <u>consumer or retailer, to test or cause to be tested gasoline</u>
- 18 on the premises of the person, firm or corporation alleged to
- 19 have violated this act.
- 20 (4) To enter into agreements as deemed appropriate to
- 21 <u>enforce standards established under this act and to issue</u>
- off-sale, stop-use, stop-removal and hold orders.
- 23 (b) Right-of-entry.--The department shall have a right-of-
- 24 entry upon or access to any premises or property during normal
- 25 <u>business hours to conduct tests, inspections or sampling</u>
- 26 authorized under this act.
- 27 Section 3.2. Prohibitions.
- 28 (a) Incorrect octane number. -- No person may sell, transfer,
- 29 <u>offer for sale or dispense a grade of gasoline represented as</u>
- 30 having a particular octane number or blend unless the gasoline

- 1 in fact has the octane number or blend represented.
- 2 (b) Failure to meet standards.--No person may sell, offer
- 3 for sale or dispense gasoline or oxygenated fuel in this
- 4 Commonwealth which does not meet or exceed applicable standards
- 5 <u>established under this act.</u>
- 6 Section 4. Section 5 of the act is amended to read:
- 7 Section 5. Penalties.
- 8 [Any] (a) Misdemeanor.--A manufacturer, refiner,
- 9 <u>distributor</u>, retail service station dealer <u>or other person</u> who
- 10 fails to comply with the provisions of this act [after being
- 11 notified by the manufacturer under section 3, and a manufacturer
- 12 who fails to comply with the provisions of this act,] commits a
- 13 [summary offense] misdemeanor of the third degree and shall,
- 14 upon conviction, for the first offense, be sentenced to pay a
- 15 fine not exceeding [\$100] \$1,000 and, for a second and each
- 16 subsequent offense, be sentenced to pay a fine not exceeding
- 17 [\$200.] \$2,500. For purposes of this act, each sale or
- 18 distribution of gasoline in violation of this act shall
- 19 constitute a separate offense.
- 20 (b) Unfair trade practices. -- A violation of this act shall
- 21 also constitute a violation of the act of December 17, 1968
- 22 (P.L.1224, No.387), known as the Unfair Trade Practices and
- 23 Consumer Protection Law, and shall be subject to the enforcement
- 24 provisions, civil penalties and private rights of action
- 25 contained in that act.
- 26 (c) Innocent seller exemption. -- The department shall not
- 27 impose a civil penalty for a violation of this act if the
- 28 retailer labeled the dispensing system, storage tank or other
- 29 <u>dispensing device in reasonable reliance on documentation</u>
- 30 provided by the distributor, producer or refiner certifying the

- 1 standards for automotive fuel rating.
- 2 (d) Innocent distributor exemption. -- The department shall
- 3 not impose a civil penalty for a violation of this act if the
- 4 <u>distributor acted in reasonable reliance on documentation</u>
- 5 provided by the producer or refiner certifying the standards for
- 6 <u>automotive fuel rating.</u>
- 7 Section 5. The act is amended by adding a section to read:
- 8 <u>Section 5.1. Disposition of funds.</u>
- 9 <u>Penalties collected under section 5, as well as moneys</u>
- 10 derived from the imposition of any fees, shall be paid into a
- 11 special restricted account in the State Treasury, to be known as
- 12 the Automotive Fuel Testing Account, for use by the department
- 13 <u>in administering the provisions of this act. All moneys placed</u>
- 14 in the Automotive Fuel Testing Account under the provisions of
- 15 this section are hereby made available immediately and are
- 16 hereby specifically appropriated to the department for the
- 17 purposes specified in this act.
- 18 Section 6. The sum of \$1,800,000, or as much thereof as may
- 19 be necessary, is hereby appropriated from the General Fund to
- 20 the Department of Agriculture to implement this act.
- 21 Section 7. This act shall take effect in 30 days.