92_HB0059 LRB9201120DHmb

1 AN ACT to amend the Motor Fuel and Petroleum Standards

- 2 Act by changing Sections 2, 3, 7, and 7.1 and adding Section
- 3 4.2.
- 4 WHEREAS, The intent of the General Assembly is not to
- 5 unconstitutionally restrict legitimate interstate commerce,
- 6 but to constitutionally (i) aid the federal government in its
- 7 nationwide goal to phase out the use of methyl tertiary butyl
- 8 ether (MTBE) and (ii) pursue the compelling public interest
- 9 of protecting Illinois groundwater resources; therefore
- 10 Be it enacted by the People of the State of Illinois,
- 11 represented in the General Assembly:
- 12 Section 5. The Motor Fuel and Petroleum Standards Act is
- amended by changing Sections 2, 3, 7, and 7.1 and adding
- 14 Section 4.2 as follows:
- 15 (815 ILCS 370/2) (from Ch. 5, par. 1702)
- 16 Sec. 2. It is hereby declared to be the policy of this
- 17 State that the regulation of the quality of motor fuel and
- 18 petroleum is in the public interest and that the promulgation
- 19 of standards of quality will benefit the citizens of the
- 20 State of Illinois. <u>It is further declared to be the public</u>
- 21 policy of this State that MTBE must be removed from Illinois
- 22 motor fuel.
- 23 (Source: P.A. 86-232.)
- 24 (815 ILCS 370/3) (from Ch. 5, par. 1703)
- Sec. 3. As used in this Act, unless the context
- 26 otherwise requires:
- 27 (1) "ASTM" means the American Society for Testing and
- 28 Materials, an international, nonprofit, technical, scientific
- and educational society devoted to the promotion of knowledge
- of the materials of engineering, and the standardization of

- 1 specifications and methods of testing.
- 2 (2) "Motor Fuel" shall have the meaning ascribed to that
- 3 term in Section 1.1 of the "Motor Fuel Tax Law", as now or
- 4 hereafter amended.
- 5 (3) "Petroleum" means all illuminating oils, heating
- 6 oils, LP gas, kerosene, gasoline, diesel and all volatile and
- 7 inflammable liquids produced, blended or compounded for the
- 8 purpose of, or which are suitable or practicable for,
- 9 operating motor vehicles.
- 10 (4) "Department" means the Illinois Department of
- 11 Agriculture.
- 12 (5) "Person" means an individual, a corporation,
- 13 company, society, association, partnership or governmental
- 14 entity.
- 15 (6) "Distributor" shall have the meaning ascribed to
- that term in Section 1.2 of the "Motor Fuel Tax Law", as now
- or hereafter amended, and any person who either produces,
- 18 refines, blends, transports, compounds or manufactures
- 19 petroleum in this State for the purposes of resale.
- 20 (7) "Director" means the Director of the Illinois
- 21 Department of Agriculture or authorized designee.
- 22 (8) "Retailer" shall have the meaning ascribed to that
- 23 term in Section 2 of the "Use Tax Act", as now or hereafter
- 24 amended and any person engaged in the business of selling
- 25 petroleum directly to the ultimate consumer.
- 26 (9) "Co-solvent" means an alcohol that is miscible with
- 27 methanol and has a molecular weight equal to or greater than
- that of butanol.
- 29 (10) "Methyl tertiary butyl ether" or "MTBE" means an
- 30 oxygenate additive that is blended with motor fuel to enable
- 31 the motor fuel to meet U.S. Environmental Protection Agency
- 32 <u>mandates under the federal Clean Air Act.</u>
- 33 (Source: P.A. 86-232.)

- 1 (815 ILCS 370/4.2 new)
- Sec. 4.2. MTBE. On and after January 1, 2002, motor fuel
- 3 containing MTBE may be sold or offered for sale only if no
- 4 MTBE has been introduced on or after January 1, 2002 into the
- 5 <u>seller's storage tank from which the motor fuel is dispensed.</u>
- 6 On and after January 1, 2002, it is a violation of this Act
- 7 to sell or offer for sale any motor fuel containing MTBE if
- 8 any MTBE has been introduced on or after January 1, 2002 into
- 9 the seller's storage tank from which the motor fuel is
- 10 <u>dispensed. It is not a violation of this Section if the motor</u>
- 11 <u>fuel sold or offered for sale contains a trace amount of MTBE</u>
- that was not intentionally introduced on or after January 1,
- 13 <u>2002</u>. For purposes of this Section, a "trace amount" of MTBE
- is 2% or less of the motor fuel by volume.
- 15 (815 ILCS 370/7) (from Ch. 5, par. 1707)
- 16 Sec. 7. Administrative hearing and penalties. When an
- 17 administrative hearing is held, the hearing officer, upon
- determination of a violation of this Act or rules, other than
- violation of <u>subsection (a) of</u> Section 7.1, shall:
- 20 (a) Levy the following administrative monetary
- 21 penalties:
- 22 (1) \$100 for a first violation;
- 23 (2) \$750 for a second violation within 2 years of
- the first violation; and
- 25 (3) \$1500 for a third or subsequent violation
- within 2 years of the second violation; or
- 27 (b) refer the violations to the States Attorney's Office
- in the county where the violation occurred for prosecution.
- 29 Any penalty levied shall be collected by the Department
- 30 and paid into the Motor Fuel and Petroleum Standards Fund.
- 31 Monetary penalties not paid within 60 days of notice from the
- 32 Department shall be submitted to the Attorney General's
- 33 Office for collection.

- 1 All decisions and actions of the Department are subject
- 2 to the Illinois Administrative Procedure Act and the
- 3 Department's Administrative Rules which pertain to
- 4 administrative hearings, petitions, proceedings, contested
- 5 cases, declaratory rulings and availability of Department
- 6 files for public access.
- 7 All final administrative decisions of the Department
- 8 shall be subject to judicial review pursuant to the
- 9 provisions of the Administrative Review Law, and all
- 10 amendments and modifications thereof, and the rules adopted
- 11 pursuant thereto. The term "administrative decision" is
- defined in Section 3-101 of the Code of Civil Procedure.
- 13 (Source: P.A. 88-582, eff. 1-1-95.)
- 14 (815 ILCS 370/7.1)
- 15 Sec. 7.1. Octane display standards; administrative
- 16 penalty.
- 17 (a) Every retailer of motor fuel must display the octane
- 18 number of the fuel being dispensed on each motor fuel device
- 19 that is dispensing a gasoline product. The octane number
- 20 shall be displayed on the fuel dispensing device in a manner
- 21 consistent with regulations promulgated by the Federal Trade
- 22 Commission in 16 CFR part 306. It is a violation of this
- 23 <u>subsection</u> Seetion to display an octane number that is
- 24 greater than the octane number of the gasoline being
- 25 dispensed.
- 26 (a-5) Every retailer of motor fuel must display a
- 27 <u>statement informing the customer that, in compliance with</u>
- 28 <u>Illinois law, the motor fuel being sold does not contain</u>
- 29 MTBE. The statement shall be displayed on the fuel dispensing
- 30 <u>device in a manner consistent with regulations promulgated by</u>
- 31 <u>the Federal Trade Commission in 16 CFR part 306. Failure to</u>
- 32 <u>display the statement is a violation of this Act.</u>
- 33 (b) A hearing officer that, after an administrative

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1	hearing held in accordance with the provisions of Section 7,
2	determines that a violation of <u>subsection (a) of</u> this Section
3	has been committed shall impose a monetary penalty in
4	accordance with the following schedule:
5	(1) For a first time violation if the actual octane
6	number is found by the petroleum laboratory to be lower
7	than the posted octane number by:
8	(A) at least 0.8, but not more than 2.0 octane
9	numbers, \$100;
10	(B) at least 2.1, but not more than 3.0 octane
11	numbers, \$200;
12	(C) at least 3.1, but not more than 4.0 octane
13	numbers, \$300;
14	(D) at least 4.1, but not more than 5.0 octane
15	numbers, \$400;
16	(E) at least 5.1, but not more than 6.0 octane
17	numbers, \$500;
18	(F) more than 6.0 octane numbers, \$1,000.
19	(2) For a second violation, at the same location
20	under the same ownership, within 2 years of the first
21	violation if the actual octane number is found by the

24 (A) at least 0.8, but not more than 2.0 octane 25 numbers, \$200;

octane number by:

petroleum testing laboratory to be lower than the posted

- (B) at least 2.1, but not more than 3.0 octane 26 numbers, \$400; 27
- (C) at least 3.1, but not more than 4.0 octane 28 numbers, \$600; 29
- 30 (D) at least 4.1, but not more than 5.0 octane 31 numbers, \$800;
- (E) at least 5.1, but not more than 6.0 octane 32 numbers, \$1,000; 33
- 34 (F) more than 6.0 octane numbers, \$2,000.

1	(3) For a third or subsequent violation, at the
2	same location under the same ownership, within 2 years of
3	the second violation if the actual octane number is found
4	by the petroleum testing laboratory to be lower than the
5	posted octane number by:

- 6 (A) at least 0.8, but not more than 2.0 octane numbers, \$400;
- 8 (B) at least 2.1, but not more than 3.0 octane numbers, \$800;
- 10 (C) at least 3.1, but not more than 4.0 octane numbers, \$1,200;
- 12 (D) at least 4.1, but not more than 5.0 octane numbers, \$1,600;
- 14 (E) at least 5.1, but not more than 6.0 octane numbers, \$2,000;
- 16 (F) more than 6.0 octane numbers, \$4,000.
- 17 (c) Any penalty levied under <u>subsection</u> (b) of this
 18 Section shall be collected and deposited in the manner
 19 provided for penalties collected under Section 7. Actions
 20 and decisions of the Department under <u>subsection</u> (b) of this
 21 Section are subject to the administrative procedures and
 22 review authorized under Section 7.
- 23 (Source: P.A. 88-582, eff. 1-1-95.)
- 24 Section 99. Effective date. This Act takes effect 25 January 1, 2002.