### 45:14D-11.1

#### LEGISLATIVE HISTORY CHECKLIST

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**LAWS OF**: 2007 **CHAPTER**: 50

**NJSA:** 45:14D-11.1 (Establishes responsibilities for owner/operators working for licensed public movers)

BILL NO: S506 (Substituted for A3266)

SPONSOR(S) Gill and Others

**DATE INTRODUCED:** January 10, 2007

**COMMITTEE:** ASSEMBLY: Regulated Professions and Independent Authorities

SENATE: Commerce

AMENDED DURING PASSAGE: Yes

**DATE OF PASSAGE:** ASSEMBLY: January 29, 2007

**SENATE:** May 18, 2006

**DATE OF APPROVAL:** March 15, 2007

FOLLOWING ARE ATTACHED IF AVAILABLE:

**FINAL TEXT OF BILL** (First reprint enacted)

S506

**SPONSOR'S STATEMENT**: (Begins on page 5 of original bill) Yes

COMMITTEE STATEMENT: <u>ASSEMBLY</u>: <u>Yes</u>

SENATE: Yes

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL NOTE: No

A3266

**SPONSOR'S STATEMENT**: (Begins on page 6 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: No

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL ESTIMATE: No

VETO MESSAGE: No

GOVERNOR'S PRESS RELEASE ON SIGNING: No

#### **FOLLOWING WERE PRINTED:**

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RWH 4/11/08

### P.L. 2007, CHAPTER 50, approved March 15, 2007 Senate, No. 506 (First Reprint)

1 **AN ACT** concerning pubic movers and amending and supplementing P.L.1981, c.311.

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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another:

- 7 1. Section 2 of P.L.1981, c.311 (C.45:14D-2) is amended to read as follows:
  - 2. As used in this act:
  - a. "Accessorial service" means the preparation of articles for shipment, including, but not limited to, the packing, crating, boxing and servicing of appliances, the furnishing of containers, unpacking, uncrating and reassembling of articles, placing them at final destination and the moving or shifting of articles from one location to another within a building, or at a single address;
- b. "Board" means the State Board of Public Movers and Warehousemen established under this act;
  - c. (Deleted by amendment, P.L.1993, c.365).
  - d. "Department" means the Department of Law and Public Safety;
  - e. "Household goods" means personal effects, fixtures, equipment, stock and supplies or other property usually used in or as part of the stock of a dwelling, when it is put into storage or when it is transported by virtue of its removal, in whole or in part, by a householder from one dwelling to another, or from the dwelling of a householder to the dwelling of another householder, or between the dwelling of a householder and a repair or storage facility, or from the dwelling to an auction house or other place of sale. The term "household goods" shall not apply to property moving from a factory or store, except property which the householder has purchased and which is transported at his request as part of the movement by the householder from one dwelling to
- f. "Intrastate commerce" means commerce moving wholly between points within the State over all public highways, or at a single location;
- g. "License" means a license issued by the board;
- h. "Motor vehicle" means any vehicle, machine, tractor, truck or semitrailer, or any combination thereof, propelled, driven or drawn by mechanical power, and used upon the public highways in the

 $\textbf{EXPLANATION} - \textbf{Matter enclosed in bold-faced brackets [thus]} \ in \ the \ above \ bill \ is \ not \ enacted \ and \ is \ intended \ to \ be \ omitted \ in \ the \ law.$ 

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup>Senate SCM committee amendments adopted May 15, 2006.

1 transportation of household goods, office goods and special commodities in intrastate commerce;

- i. "Mover's services" means all of the services rendered by a public mover;
- j. "Storage services" means all of the services rendered by a warehouseman:
- k. "Office goods" means personal effects, fixtures, furniture, equipment, stock and supplies or other property usually used in or as part of the stock of any office, or commercial, institutional, professional or other type of establishment, when it is put into storage or when the property is transported by virtue of its removal, in whole or in part, from one location to another, but does not mean or include stock and supplies or other property usually used in or as part of the stock of any office, or commercial, institutional, professional or other type of establishment, when put into storage;
  - l. "Person" means any individual, copartnership, association, company, or corporation, and includes any trustee, receiver, assignee, lessee, or personal representative of any person herein defined:
  - m. "Place of business" means a business office located in New Jersey from which the mover or warehouseman conducts his daily business and where records are kept;
  - n. "Property" means all of the articles in the definition of household goods, office goods or special commodities;
  - o. "Public highway" or "highway" means any public street, road, thoroughfare, bridge and way in this State open to the use of the public as a matter of right for purposes of motor vehicular travel, including those that impose toll charges;
  - p. "Public mover" or "mover" means any person who engages in the transportation of household goods, office goods or special commodities by motor vehicle for compensation in intrastate commerce between points in this State, including the moving of household goods, office goods or special commodities from one location to another at a single address, and any person who engages in the performance of accessorial services; except that the term "public mover" or "mover" shall not apply to 'an owner-operator, or' any person who engages in, or holds himself out to the general public as engaging in, the transportation of special commodities when such commodities are not transported by virtue of a removal, in whole or in part, and who does not engage, nor hold himself out to the general public as engaging in, the transportation of household or office goods;
  - q. "Special commodities" means uncrated or unboxed works of art, fixtures, appliances, business machines, electronic equipment, displays, exhibits, home, office, store, theatrical or show equipment, musical instruments, or other articles being put into storage or being moved, and which require the use of equipment and personnel

- usually furnished or employed by warehousemen or public movers, except that the provisions of P.L.1981, c.311 (C.45:14D-1 et seq.) shall not apply to any person engaged in the transportation or storage of special commodities when these commodities are not transported by virtue of a removal, in whole or in part;
  - r. "Storage" means the safekeeping of property in a depository for compensation;
  - s. "Tariff" means a schedule of rates and charges for the storage or transportation of property in intrastate commerce on file with the board, which shall be used, except in the use of binding estimates by movers, in computing all charges on the storage or transportation of property as of the date of the time in storage or transportation;
  - t. "Warehouseman" means a person engaged in the business of storage;
  - u. "Removal" means the physical relocation, in whole or in part, of either household goods, office goods or special commodities from one location to another location, including internal relocations within the same room or facility, for compensation.
- 19 <u>v.</u> <sup>1</sup>["Owner/operator"] "Bill of lading" means "bill of lading"
  20 as defined by paragraph (6) of N.J.S.12A:1-201.
  - w. "Consumer" means a person who contracts with a public mover for mover's services.
  - x. "Contracting public mover" means a licensed public mover who contracts with an owner-operator to provide any mover's service of the licensed public mover, and is liable for any mover's services performed or agreed to be performed by the owner-operator pursuant to that contract.
  - y. "Director" means the Director of the Division of Consumer Affairs in the Department of Law and Public Safety.
- z. "Owner-operator" means a person who owns his own vehicle and leases his services to a public mover or company which is a public mover for compensation to perform mover's services for and using the forms and bill of lading of the , leases, or rents one or more motor vehicles and who uses the vehicles to provide mover's services for a contracting public mover.

36 (cf: P.L.1998, c.60, s.1)

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- <sup>1</sup>[2. (New section) a. A public mover who employs the services of an owner/operator to perform mover's services shall provide to the consumer in advance and in writing the following information:
- 41 (1) the definition of owner/operator as provided in section 2 of 42 P.L.1981, c.311 (C.45:14D-2); and
- 43 (2) an explanation, as determined by the board by regulation, 44 concerning the nature of the relationship between the public mover 45 and the owner/operator.

b. Any public mover who employs the services of an owner/operator shall remain responsible to the consumer for the mover's services provided by the owner/operator.]

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<sup>1</sup>[3. Section 16 of P.L.1981, c.311 (C.45:14D-16) is amended to read as follows:

7 16. a. Any person violating any provision of P.L.1981, c.311 8 (C.45:14D-1 et seq.) shall, in addition to any other sanctions 9 provided herein, be liable to a civil penalty of not more than 10 \$2,500.00 for the first offense and not more than \$5,000.00 for the second and each subsequent offense. 11 For the purpose of this 12 section, each transaction or violation shall constitute a separate 13 offense; except a second or subsequent offense shall not be deemed 14 to exist unless an administrative or court order has been entered in a 15 prior, separate and independent proceeding. In lieu of an 16 administrative proceeding or an action in the Superior Court, the 17 Attorney General may bring an action in the name of the board for 18 the collection or enforcement of civil penalties for the violation of 19 any provision of that act. The action may be brought in a summary 20 manner pursuant to ["the penalty enforcement law" (N.J.S.2A:58-1 21 et seq.) the "Penalty Enforcement Law of 1999," P.L.1999, c.274 22 (C.2A:58-10 et seq.) and the rules of court governing actions for the 23 collection of civil penalties in the municipal or Special Civil Part of 24 the Law Division of the Superior Court where the offense occurred. 25 Process in the action may be by summons or warrant and if the 26 defendant in the action fails to answer the action, the court shall, 27 upon finding an unlawful act or practice to have been committed by 28 the defendant, issue a warrant for the defendant's arrest in order to 29 bring the person before the court to satisfy the civil penalties 30 imposed. In an action commenced pursuant to this section, the 31 court may order restored to any person in interest any moneys or 32 property acquired by means of an unlawful act or practice. Any 33 action alleging the unlicensed practice of the activities regulated by 34 P.L.1981, c.311 (C.45:14D-1 et seq.) shall be brought pursuant to 35 this section or, where injunctive relief is sought, by an action 36 commenced in the Superior Court. In an action brought pursuant to 37 that act, the board or the court may order the payment of costs for 38 the use of the State.

b. A public mover shall be liable for any violations of P.L.1981, c.311 (C.45:14D-1 et seq.) caused by an owner/operator operating under that public mover's license.

42 (cf: P.L.1993, c.365, s.10)]<sup>1</sup>

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<sup>1</sup>2. Section 10 of P.L.1981, c.311 (C.45:14D-10) is amended to read as follows:

10. <u>a.</u> Every person engaged in the business of storing or moving household goods, office goods, or special commodities for

transportation in intrastate commerce shall issue a receipt or bill of lading therefor and shall be liable to the lawful holder thereof in accordance with the provisions of chapters 3, 4, 5, and 7 of Title 12A of the New Jersey Statutes. Notwithstanding any other provision of law, a receipt issued pursuant to this section shall not be denied legal effect solely because it is in electronic form, provided that both parties have affirmatively agreed to the electronic form of the receipt, the issuer affirmatively provides to the holder the receipt in an accessible form which is capable of being received, retained and accurately reproduced by the holder, and the receipt contains all legally required information.

b. A contracting public mover may permit an owner-operator providing any mover's services of the public mover to issue, using the forms of the public mover or otherwise in the name of the public mover, a bill of lading and any other documentation evidencing the performance of, or agreement to perform, any mover's services on behalf of the contracting public mover. The contracting public mover shall be liable to the holder of the bill of lading or other documentation as if it provided, or agreed to provide, the mover's services for the consumer.

21 (cf: P.L.2001, c.277, s.1)

<sup>1</sup>3. (New section) a. It shall be unlawful for a contracting public mover to utilize an owner-operator for purposes of the owner-operator providing to a consumer any mover's services of the public mover, unless the public mover provides written notice to the consumer, not less than one business day before any mover's services are performed, or unless otherwise permitted on the same business day by regulation. The notice shall include:

30 (1) the name, address, telephone number, and any other relevant 31 contact information for the owner-operator as required by 32 regulation;

- (2) a list describing the mover's services to be performed by the owner-operator; and
- (3) a statement that the public mover shall be liable for all mover's services to be performed by the owner-operator.
- b. The contracting public mover shall perform any physical survey, and issue the estimate and order for service to the consumer, as required by P.L.1981, c.311 (C.45:14D-1 et seq.), for those household goods, office goods, or special commodities to be transported by the owner-operator.

<sup>1</sup>4. (New section) A contracting public mover shall add as an additional covered insured under its policies of insurance or other securities or agreements, as required pursuant to section 15 of P.L.1984, c.140 (C.45:14D-25), any owner-operator contracted to perform any mover's services of the public mover, or secure and

### **S506** [1R]

1	maintain separate insurance coverage, or other securities or								
2	agreements, of the type and amount required pursuant to regulation								
3	for the public mover's liability for any act or omission of an owner-								
4	operator for which the public mover is liable pursuant to P.L.1981,								
5	c.311 (C.45:14D-1 et seq.) and any applicable regulation.								
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7	<sup>1</sup> 5. (New section) a. An owner-operator, in order to enter into								
8	any contract with a public mover to perform any mover's services								
9	of the public mover, shall secure and maintain insurance coverage,								
10	or other securities or agreements, of the type and amount required								
11	pursuant to regulation, which shall include, but not be limited to								
12	coverage, securities, or agreements to cover property-casualty and								
13	workers' compensation liabilities.								
14	b. A public mover shall not contract with an owner-operator								
15	until the owner-operator presents the public mover with proof of								
16	adequate insurance coverage, or other securities or agreements.								
16 17									
17	adequate insurance coverage, or other securities or agreements.								
17 18	adequate insurance coverage, or other securities or agreements.  1 6. (New section) The director shall promulgate rules and								
17 18 19	adequate insurance coverage, or other securities or agreements.  1 16. (New section) The director shall promulgate rules and regulations pursuant to the "Administrative Procedure Act,"								
17 18 19 20	dequate insurance coverage, or other securities or agreements.  16. (New section) The director shall promulgate rules and regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to effectuate the purposes of								
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## SENATE, No. 506

## STATE OF NEW JERSEY

### 212th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2006 SESSION

Sponsored by: Senator NIA H. GILL District 34 (Essex and Passaic)

### **SYNOPSIS**

Establishes responsibilities for owner/operators working for licensed public movers.

### **CURRENT VERSION OF TEXT**

As introduced.



1 **AN ACT** concerning pubic movers and amending and supplementing P.L.1981, c.311.

3

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 7 1. Section 2 of P.L.1981, c.311 (C.45:14D-2) is amended to read 8 as follows:
  - 2. As used in this act:
- a. "Accessorial service" means the preparation of articles for shipment, including, but not limited to, the packing, crating, boxing and servicing of appliances, the furnishing of containers, unpacking, uncrating and reassembling of articles, placing them at final destination and the moving or shifting of articles from one location to another within a building, or at a single address;
- b. "Board" means the State Board of Public Movers andWarehousemen established under this act;
  - c. (Deleted by amendment, P.L.1993, c.365).
- 19 d. "Department" means the Department of Law and Public 20 Safety;
- 21 "Household goods" means personal effects, fixtures, 22 equipment, stock and supplies or other property usually used in or 23 as part of the stock of a dwelling, when it is put into storage or 24 when it is transported by virtue of its removal, in whole or in part, 25 by a householder from one dwelling to another, or from the 26 dwelling of a householder to the dwelling of another householder, 27 or between the dwelling of a householder and a repair or storage 28 facility, or from the dwelling to an auction house or other place of 29 The term "household goods" shall not apply to property 30 moving from a factory or store, except property which the 31 householder has purchased and which is transported at his request 32 as part of the movement by the householder from one dwelling to 33 another:
  - f. "Intrastate commerce" means commerce moving wholly between points within the State over all public highways, or at a single location;
    - g. "License" means a license issued by the board;
- h. "Motor vehicle" means any vehicle, machine, tractor, truck or semitrailer, or any combination thereof, propelled, driven or drawn by mechanical power, and used upon the public highways in the transportation of household goods, office goods and special commodities in intrastate commerce;
- i. "Mover's services" means all of the services rendered by a public mover;

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

j. "Storage services" means all of the services rendered by a warehouseman;

- k. "Office goods" means personal effects, fixtures, furniture, equipment, stock and supplies or other property usually used in or as part of the stock of any office, or commercial, institutional, professional or other type of establishment, when it is put into storage or when the property is transported by virtue of its removal, in whole or in part, from one location to another, but does not mean or include stock and supplies or other property usually used in or as part of the stock of any office, or commercial, institutional, professional or other type of establishment, when put into storage;
- l. "Person" means any individual, copartnership, association, company, or corporation, and includes any trustee, receiver, assignee, lessee, or personal representative of any person herein defined;
- m. "Place of business" means a business office located in New Jersey from which the mover or warehouseman conducts his daily business and where records are kept;
- n. "Property" means all of the articles in the definition of household goods, office goods or special commodities;
- o. "Public highway" or "highway" means any public street, road, thoroughfare, bridge and way in this State open to the use of the public as a matter of right for purposes of motor vehicular travel, including those that impose toll charges;
- p. "Public mover" or "mover" means any person who engages in the transportation of household goods, office goods or special commodities by motor vehicle for compensation in intrastate commerce between points in this State, including the moving of household goods, office goods or special commodities from one location to another at a single address, and any person who engages in the performance of accessorial services; except that the term "public mover" or "mover" shall not apply to any person who engages in, or holds himself out to the general public as engaging in, the transportation of special commodities when such commodities are not transported by virtue of a removal, in whole or in part, and who does not engage, nor hold himself out to the general public as engaging in, the transportation of household or office goods:
- q. "Special commodities" means uncrated or unboxed works of art, fixtures, appliances, business machines, electronic equipment, displays, exhibits, home, office, store, theatrical or show equipment, musical instruments, or other articles being put into storage or being moved, and which require the use of equipment and personnel usually furnished or employed by warehousemen or public movers, except that the provisions of P.L.1981, c.311 (C.45:14D-1 et seq.) shall not apply to any person engaged in the transportation or

- storage of special commodities when these commodities are not transported by virtue of a removal, in whole or in part;
  - r. "Storage" means the safekeeping of property in a depository for compensation;
  - s. "Tariff" means a schedule of rates and charges for the storage or transportation of property in intrastate commerce on file with the board, which shall be used, except in the use of binding estimates by movers, in computing all charges on the storage or transportation of property as of the date of the time in storage or transportation;
  - t. "Warehouseman" means a person engaged in the business of storage;
  - u. "Removal" means the physical relocation, in whole or in part, of either household goods, office goods or special commodities from one location to another location, including internal relocations within the same room or facility, for compensation.
  - v. "Owner/operator" means a person who owns his own vehicle and leases his services to a public mover or company which is a public mover for compensation to perform mover's services for and using the forms and bill of lading of the public mover.
- 20 (cf: P.L.1998, c.60, s.1)

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- 2. (New section) a. A public mover who employs the services of an owner/operator to perform mover's services shall provide to the consumer in advance and in writing the following information:
- (1) the definition of owner/operator as provided in section 2 of P.L.1981, c.311 (C.45:14D-2); and
- (2) an explanation, as determined by the board by regulation, concerning the nature of the relationship between the public mover and the owner/operator.
- b. Any public mover who employs the services of an owner/operator shall remain responsible to the consumer for the mover's services provided by the owner/operator.

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- 3. Section 16 of P.L.1981, c.311 (C.45:14D-16) is amended to read as follows:
- 36 16. <u>a.</u> Any person violating any provision of P.L.1981, c.311 37 (C.45:14D-1 et seq.) shall, in addition to any other sanctions provided herein, be liable to a civil penalty of not more than 38 39 \$2,500.00 for the first offense and not more than \$5,000.00 for the 40 second and each subsequent offense. For the purpose of this 41 section, each transaction or violation shall constitute a separate 42 offense; except a second or subsequent offense shall not be deemed 43 to exist unless an administrative or court order has been entered in a 44 prior, separate and independent proceeding. In lieu of an 45 administrative proceeding or an action in the Superior Court, the 46 Attorney General may bring an action in the name of the board for 47 the collection or enforcement of civil penalties for the violation of

- any provision of that act. The action may be brought in a summary manner pursuant to ["the penalty enforcement law" (N.J.S.2A:58-1 et seq.)] the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.) and the rules of court governing actions for the collection of civil penalties in the municipal or Special Civil Part of the Law Division of the Superior Court where the offense occurred. Process in the action may be by summons or warrant and if the defendant in the action fails to answer the action, the court shall, upon finding an unlawful act or practice to have been committed by the defendant, issue a warrant for the defendant's arrest in order to bring the person before the court to satisfy the civil penalties imposed. In an action commenced pursuant to this section, the court may order restored to any person in interest any moneys or property acquired by means of an unlawful act or practice. Any action alleging the unlicensed practice of the activities regulated by P.L.1981, c.311 (C.45:14D-1 et seq.) shall be brought pursuant to this section or, where injunctive relief is sought, by an action commenced in the Superior Court. In an action brought pursuant to that act, the board or the court may order the payment of costs for
  - b. A public mover shall be liable for any violations of P.L.1981, c.311 (C.45:14D-1 et seq.) caused by an owner/operator operating under that public mover's license.

(cf: P.L.1993, c.365, s.10)

the use of the State.

4. This act shall take effect immediately.

#### **STATEMENT**

This bill incorporates into New Jersey statutory law the common practice of an owner/operator performing professional moving services on behalf of, and under the license of, a public mover. The owner/operator concept is already incorporated in the New Jersey Administrative Code.

The bill defines an "owner/operator" as a person who owns his own vehicle and leases his services to a public mover or company which is a public mover for compensation to perform mover's services for and using the forms and bill of lading of the public mover.

The bill provides that a public mover that intends to use the services of an owner/operator must provide to the consumer in writing: (1) the definition of an owner/operator; and (2) an explanation, as determined by the board by regulation, concerning the nature of the relationship between the public mover and the owner/operator.

### **S506** GILL

- 1 Finally, the bill provides that a public mover will be liable to a
- 2 consumer for any violations of the existing law caused by the
- 3 owner/operator in his performance of mover's services.

# ASSEMBLY REGULATED PROFESSIONS AND INDEPENDENT AUTHORITIES COMMITTEE

### STATEMENT TO

# [First Reprint] **SENATE, No. 506**

### STATE OF NEW JERSEY

**DATED: JUNE 12, 2006** 

The Assembly Regulated Professions and Independent Authorities Committee reports favorably Senate Bill No. 506 (1R).

This bill regulates public movers' contracting with, and use of, owner-operators, who are subcontracted to provide mover's services for public movers using vehicles that the owner-operators own, lease, or rent.

Under this bill, it shall be unlawful for a contracting public mover to utilize an owner-operator for purposes of the owner-operator providing to a consumer any mover's services, unless the public mover first provides written notice to the consumer, which contains: contact information for the owner-operator; a list describing the mover's services to be performed by the owner-operator; and a statement concerning the public mover's liability for the services performed by the owner-operator. This notice shall be presented to the consumer not less than one business day before any mover's services are performed, or on the same day if permitted by regulation.

The bill establishes certain liability for contracting public movers, by affirmatively stating that such public movers are responsible for any mover's services performed by an owner-operator. This liability includes situations in which a public mover permits an owner-operator to issue a bill of lading or other documentation using the forms of the public mover or otherwise issuing forms "in the name of" the public mover; the public mover shall be liable to the holder of any documentation presented by an owner-operator to that holder as if the public mover provided, or agreed to provide, the mover's services detailed in the document.

In order to cover owner-operator liability, public movers shall add owner-operators under contract to perform mover's services to the public movers' policies of insurance or other such securities or agreements, or secure and maintain separate insurance coverage or other securities or agreements, of the type and amount required pursuant to regulation to cover any potential liability.

Additionally, owner-operators, as a condition of entering any contract with a public mover, shall secure and maintain insurance coverage, or other securities or agreements, of the type and amount required pursuant to regulation. To help ensure compliance with this insurance condition, public movers shall not contract with any owner-operator until the owner-operator presents adequate proof of insurance, or other securities or agreements.

### SENATE COMMERCE COMMITTEE

### STATEMENT TO

SENATE, No. 506

with committee amendments

### STATE OF NEW JERSEY

DATED: MAY 15, 2006

The Senate Commerce Committee reports favorably and with committee amendments Senate Bill No. 506.

This bill, as amended, regulates public movers' contracting with, and use of, owner-operators, who are subcontracted to provide mover's services for public movers using vehicles that the owner-operators own, lease, or rent.

Under the amended bill, it shall be unlawful for a contracting public mover to utilize an owner-operator for purposes of the owner-operator providing to a consumer any mover's services, unless the public mover first provides written notice to the consumer, which contains: contact information for the owner-operator; a list describing the mover's services to be performed by the owner-operator; and a statement concerning the public mover's liability for the services performed by the owner-operator. This notice shall be presented to the consumer not less than one business day before any mover's services are performed, or on the same day if permitted by regulation.

The amended bill establishes certain liability for contracting public movers, by affirmatively stating that such public movers are responsible for any mover's services performed by an owner-operator. This liability includes situations in which a public mover permits an owner-operator to issue a bill of lading or other documentation using the forms of the public mover or otherwise issuing forms "in the name of" the public mover; the public mover shall be liable to the holder of any documentation presented by an owner-operator to that holder as if the public mover provided, or agreed to provide, the mover's services detailed in the document.

In order to cover owner-operator liability, public movers shall add owner-operators under contract to perform mover's services to the public movers' policies of insurance or other such securities or agreements, or secure and maintain separate insurance coverage or other securities or agreements, of the type and amount required pursuant to regulation to cover any potential liability.

Additionally, owner-operators, as a condition of entering any contract with a public mover, shall secure and maintain insurance

coverage, or other securities or agreements, of the type and amount required pursuant to regulation. To help ensure compliance with this insurance condition, public movers shall not contract with any owner-operator until the owner-operator presents adequate proof of insurance, or other securities or agreements.

The committee amendments to the bill:

- add several new definitions concerning the contractual relationship between public movers, owner-operators, and consumers;
- permit a public mover to allow an owner-operator to issue, using the forms of the public mover or otherwise in the name of the public mover, documentation evidencing the performance of, or agreement to perform, any moving services on behalf of the public mover;
- require more detailed information on the written notice provided by a public mover to a consumer concerning any mover's services to be performed by an owner-operator;
- require insurance or other security by public movers for the acts or omissions of an owner-operator for which the public mover is liable; and
- additionally require owner-operators to secure insurance or other security with respect to any mover's services performed on behalf of a contracting public mover.

## ASSEMBLY, No. 3266

## STATE OF NEW JERSEY

### 212th LEGISLATURE

INTRODUCED JUNE 8, 2006

**Sponsored by:** 

Assemblyman WILFREDO CARABALLO District 29 (Essex and Union) Assemblyman THOMAS P. GIBLIN District 34 (Essex and Passaic)

Co-Sponsored by:

Assemblyman Gordon and Assemblywoman Oliver

### **SYNOPSIS**

Establishes responsibilities for owner/operators working for licensed public movers.

### **CURRENT VERSION OF TEXT**



(Sponsorship Updated As 1/30/2007)

1 **AN ACT** concerning pubic movers and amending and supplementing P.L.1981, c.311.

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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- 1. Section 2 of P.L.1981, c.311 (C.45:14D-2) is amended to read as follows:
  - 2. As used in this act:
- a. "Accessorial service" means the preparation of articles for shipment, including, but not limited to, the packing, crating, boxing and servicing of appliances, the furnishing of containers, unpacking, uncrating and reassembling of articles, placing them at final destination and the moving or shifting of articles from one location to another within a building, or at a single address;
- b. "Board" means the State Board of Public Movers and Warehousemen established under this act:
  - c. (Deleted by amendment, P.L.1993, c.365).
- 19 d. "Department" means the Department of Law and Public20 Safety;
- 21 "Household goods" means personal effects, fixtures, 22 equipment, stock and supplies or other property usually used in or 23 as part of the stock of a dwelling, when it is put into storage or 24 when it is transported by virtue of its removal, in whole or in part, 25 by a householder from one dwelling to another, or from the 26 dwelling of a householder to the dwelling of another householder, 27 or between the dwelling of a householder and a repair or storage facility, or from the dwelling to an auction house or other place of 28 29 The term "household goods" shall not apply to property 30 moving from a factory or store, except property which the 31 householder has purchased and which is transported at his request 32 as part of the movement by the householder from one dwelling to 33 another;
  - f. "Intrastate commerce" means commerce moving wholly between points within the State over all public highways, or at a single location;
- g. "License" means a license issued by the board;
- h. "Motor vehicle" means any vehicle, machine, tractor, truck or semitrailer, or any combination thereof, propelled, driven or drawn by mechanical power, and used upon the public highways in the transportation of household goods, office goods and special commodities in intrastate commerce:
- i. "Mover's services" means all of the services rendered by a public mover;

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

j. "Storage services" means all of the services rendered by a warehouseman;

- k. "Office goods" means personal effects, fixtures, furniture, equipment, stock and supplies or other property usually used in or as part of the stock of any office, or commercial, institutional, professional or other type of establishment, when it is put into storage or when the property is transported by virtue of its removal, in whole or in part, from one location to another, but does not mean or include stock and supplies or other property usually used in or as part of the stock of any office, or commercial, institutional, professional or other type of establishment, when put into storage;
- l. "Person" means any individual, copartnership, association, company, or corporation, and includes any trustee, receiver, assignee, lessee, or personal representative of any person herein defined;
- m. "Place of business" means a business office located in New Jersey from which the mover or warehouseman conducts his daily business and where records are kept;
- n. "Property" means all of the articles in the definition of household goods, office goods or special commodities;
- o. "Public highway" or "highway" means any public street, road, thoroughfare, bridge and way in this State open to the use of the public as a matter of right for purposes of motor vehicular travel, including those that impose toll charges;
- p. "Public mover" or "mover" means any person who engages in the transportation of household goods, office goods or special commodities by motor vehicle for compensation in intrastate commerce between points in this State, including the moving of household goods, office goods or special commodities from one location to another at a single address, and any person who engages in the performance of accessorial services; except that the term "public mover" or "mover" shall not apply to an owner-operator, or any person who engages in, or holds himself out to the general public as engaging in, the transportation of special commodities when such commodities are not transported by virtue of a removal, in whole or in part, and who does not engage, nor hold himself out to the general public as engaging in, the transportation of household or office goods;
- q. "Special commodities" means uncrated or unboxed works of art, fixtures, appliances, business machines, electronic equipment, displays, exhibits, home, office, store, theatrical or show equipment, musical instruments, or other articles being put into storage or being moved, and which require the use of equipment and personnel usually furnished or employed by warehousemen or public movers, except that the provisions of P.L.1981, c.311 (C.45:14D-1 et seq.) shall not apply to any person engaged in the transportation or storage of special commodities when these commodities are not transported by virtue of a removal, in whole or in part;

- 1 r. "Storage" means the safekeeping of property in a depository 2 for compensation;
  - s. "Tariff" means a schedule of rates and charges for the storage or transportation of property in intrastate commerce on file with the board, which shall be used, except in the use of binding estimates by movers, in computing all charges on the storage or transportation of property as of the date of the time in storage or transportation;
    - t. "Warehouseman" means a person engaged in the business of storage;
    - u. "Removal" means the physical relocation, in whole or in part, of either household goods, office goods or special commodities from one location to another location, including internal relocations within the same room or facility, for compensation.
    - v. "Bill of lading" means "bill of lading" as defined by paragraph (6) of N.J.S.12A:1-201.
  - w. "Consumer" means a person who contracts with a public mover for mover's services.
  - x. "Contracting public mover" means a licensed public mover who contracts with an owner-operator to provide any mover's service of the licensed public mover, and is liable for any mover's services performed or agreed to be performed by the owner-operator pursuant to that contract.
  - y. "Director" means the Director of the Division of Consumer Affairs in the Department of Law and Public Safety.
    - z. "Owner-operator" means a person who owns, leases, or rents one or more motor vehicles and who uses the vehicles to provide mover's services for a contracting public mover.

(cf: P.L.1998, c.60, s.1)

- 2. Section 10 of P.L.1981, c.311 (C.45:14D-10) is amended to read as follows:
- 10. <u>a.</u> Every person engaged in the business of storing or moving household goods, office goods, or special commodities for transportation in intrastate commerce shall issue a receipt or bill of lading therefor and shall be liable to the lawful holder thereof in accordance with the provisions of chapters 3, 4, 5, and 7 of Title 12A of the New Jersey Statutes. Notwithstanding any other provision of law, a receipt issued pursuant to this section shall not be denied legal effect solely because it is in electronic form, provided that both parties have affirmatively agreed to the electronic form of the receipt, the issuer affirmatively provides to the holder the receipt in an accessible form which is capable of being received, retained and accurately reproduced by the holder, and the receipt contains all legally required information.
- b. A contracting public mover may permit an owner-operator providing any mover's services of the public mover to issue, using the forms of the public mover or otherwise in the name of the public mover, a bill of lading and any other documentation evidencing the

- 1 performance of, or agreement to perform, any mover's services on
- 2 <u>behalf of the contracting public mover</u>. The contracting public
- 3 mover shall be liable to the holder of the bill of lading or other
- 4 <u>documentation as if it provided, or agreed to provide, the mover's</u>
- 5 services for the consumer.
- 6 (cf: P.L.2001, c.277, s.1)

- 3. (New section) a. It shall be unlawful for a contracting public mover to utilize an owner-operator for purposes of the owner-operator providing to a consumer any mover's services of the public mover, unless the public mover provides written notice to the consumer, not less than one business day before any mover's services are performed, or unless otherwise permitted on the same business day by regulation. The notice shall include:
- (1) the name, address, telephone number, and any other relevant contact information for the owner-operator as required by regulation;
- (2) a list describing the mover's services to be performed by the owner-operator; and
- (3) a statement that the public mover shall be liable for all mover's services to be performed by the owner-operator.
- b. The contracting public mover shall perform any physical survey, and issue the estimate and order for service to the consumer, as required by P.L.1981, c.311 (C.45:14D-1 et seq.), for those household goods, office goods, or special commodities to be transported by the owner-operator.

4. (New section) A contracting public mover shall add as an additional covered insured under its policies of insurance or other securities or agreements, as required pursuant to section 15 of P.L.1984, c.140 (C.45:14D-25), any owner-operator contracted to perform any mover's services of the public mover, or secure and maintain separate insurance coverage, or other securities or agreements, of the type and amount required pursuant to regulation for the public mover's liability for any act or omission of an owner-operator for which the public mover is liable pursuant to P.L.1981, c.311 (C.45:14D-1 et seq.) and any applicable regulation.

- 5. (New section) a. An owner-operator, in order to enter into any contract with a public mover to perform any mover's services of the public mover, shall secure and maintain insurance coverage, or other securities or agreements, of the type and amount required pursuant to regulation, which shall include, but not be limited to coverage, securities, or agreements to cover property-casualty and workers' compensation liabilities.
- b. A public mover shall not contract with an owner-operator until the owner-operator presents the public mover with proof of adequate insurance coverage, or other securities or agreements.

6.	(New	section)	The	director	shall	pron	nulgate	rules	and
regula	tions p	oursuant	to tl	ne "Adm	ninistra	ative	Proced	lure	Act,"
P.L.1968, c.410 (C.52:14B-1 et seq.) to effectuate the purposes of									
this ac	t.								

7. This act shall take effect immediately.

#### **STATEMENT**

This bill regulates public movers' contracting with, and use of, owner-operators, who are subcontracted to provide mover's services for public movers using vehicles that the owner-operators own, lease, or rent.

Under the bill, it shall be unlawful for a contracting public mover to utilize an owner-operator for purposes of the owner-operator providing to a consumer any mover's services, unless the public mover first provides written notice to the consumer, which contains: contact information for the owner-operator; a list describing the mover's services to be performed by the owner-operator; and a statement concerning the public mover's liability for the services performed by the owner-operator. This notice shall be presented to the consumer not less than one business day before any mover's services are performed, or on the same day if permitted by regulation.

The bill establishes certain liability for contracting public movers, by affirmatively stating that such public movers are responsible for any mover's services performed by an owner-operator. This liability includes situations in which a public mover permits an owner-operator to issue a bill of lading or other documentation using the forms of the public mover or otherwise issuing forms "in the name of" the public mover; the public mover shall be liable to the holder of any documentation presented by an owner-operator to that holder as if the public mover provided, or agreed to provide, the mover's services detailed in the document.

In order to cover owner-operator liability, public movers shall add owner-operators under contract to perform mover's services to the public movers' policies of insurance or other such securities or agreements, or secure and maintain separate insurance coverage or other securities or agreements, of the type and amount required pursuant to regulation to cover any potential liability.

Additionally, owner-operators, as a condition of entering any contract with a public mover, shall secure and maintain insurance coverage, or other securities or agreements, of the type and amount required pursuant to regulation. To help ensure compliance with this insurance condition, public movers shall not contract with any owner-operator until the owner-operator presents adequate proof of insurance, or other securities or agreements.

# ASSEMBLY REGULATED PROFESSIONS AND INDEPENDENT AUTHORITIES COMMITTEE

### STATEMENT TO

### ASSEMBLY, No. 3266

### STATE OF NEW JERSEY

**DATED: JUNE 12, 2006** 

The Assembly Regulated Professions and Independent Authorities Committee reports favorably Assembly Bill No. 3266.

This bill regulates public movers' contracting with, and use of, owner-operators, who are subcontracted to provide mover's services for public movers using vehicles that the owner-operators own, lease, or rent.

Under this bill, it shall be unlawful for a contracting public mover to utilize an owner-operator for purposes of the owner-operator providing to a consumer any mover's services, unless the public mover first provides written notice to the consumer, which contains: contact information for the owner-operator; a list describing the mover's services to be performed by the owner-operator; and a statement concerning the public mover's liability for the services performed by the owner-operator. This notice shall be presented to the consumer not less than one business day before any mover's services are performed, or on the same day if permitted by regulation.

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In order to cover owner-operator liability, public movers shall add owner-operators under contract to perform mover's services to the public movers' policies of insurance or other such securities or agreements, or secure and maintain separate insurance coverage or other securities or agreements, of the type and amount required pursuant to regulation to cover any potential liability.

Additionally, owner-operators, as a condition of entering any contract with a public mover, shall secure and maintain insurance coverage, or other securities or agreements, of the type and amount required pursuant to regulation. To help ensure compliance with this insurance condition, public movers shall not contract with any owner-operator until the owner-operator presents adequate proof of insurance, or other securities or agreements.