# THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Andrew J. French, Chairperson

Dwight D. Keen Susan K. Duffy

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)	Docket No. 22-TRAM-163-OOS
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### EMERGENCY SUSPENSION OF OPERATING AUTHORITY ORDER

The above-captioned matter comes before the State Corporation Commission of the State of Kansas (Commission) on its own motion. Having examined its files and records, and being duly advised in the premises, the Commission finds and concludes as follows:

### I. JURISDICTION AND BACKGROUND

- 1. Pursuant to K.S.A 66-1,108b, 66-1,111, 66-1,112, and 66-1,114b, the Commission is given full power, authority and jurisdiction to supervise and control motor carriers, as defined in K.A.R. 49 C.F.R. 390.5 as adopted by K.A.R. 82-4-3f, doing business or procuring business in Kansas, and is empowered to do all things necessary and convenient for the exercise of such power, authority, and jurisdiction.
- 2. Pursuant to K.S.A. 66-1,129a, 66-1,130, and 66-1,142b, the Commission may suspend operations, revoke, or amend certificates, and initiate sanctions or fines against every motor carrier and every person who violates any provision of Kansas law in regard to the regulation of such motor carriers and persons, or who fails to obey any order, decision, or regulation of the Commission.

- 3. Pursuant to K.S.A. 66-1,129(a)(7), the Commission has adopted motor carrier transportation regulations (K.A.R. 82-4-3f.) consistent with the federal motor carrier safety assistance program and other federal requirements concerning transportation of hazardous waste.
- 4. K.S.A. 77-536 governs the use of emergency proceedings. The statute provides in part as follows:
  - (a) A state agency may use emergency proceedings: (1) In a situation involving an immediate danger to the public health, safety or welfare requiring immediate state agency action or (2) as otherwise provided by law.
  - (b) The state agency may take only such action as is necessary: (1) To prevent or avoid the immediate danger to the public health, safety or welfare that justifies use of emergency adjudication or (2) to remedy a situation for which use of emergency adjudication is otherwise provided by law.

### II. FINDINGS OF FACTS

- 5. Smart Transport LLC (Carrier) is a motor carrier as defined in K.A.R. 82-4-3f, which operates commercial motor vehicle(s) in interstate commerce in a manner that requires authority.
- 6. Carrier is registered as a motor carrier with the U.S. Department of Transportation (USDOT), and operates under USDOT Number 3040857.
- 7. On October 5, 2021, the Federal Motor Carrier Safety Administration (FMCSA) placed the Carrier out-of-service for failure to pay a fine. The Out of Service Record is attached hereto as Attachment A and is hereby incorporated by reference

#### III. STAFF'S RECOMMENDATIONS

- 8. Staff submitted a Report and Recommendation (R&R), dated October 7, 2021, attached hereto as Attachment B and is hereby incorporated by reference. In its R&R, Staff made recommendation regarding the above-mentioned violation.
- 9. Staff asks the Commission to find that Carrier failed to act upon the FMCSA's notice.
- 10. Staff asks the Commission to find that Carrier's failure to comply with requirements of the FMCSA is sufficient evidence of unsafe motor carrier operations and as such poses a potential immediate threat to the safety and welfare of the public of the state of Kansas.
- 11. Based on the presented facts, Staff recommends the Commission issue an Emergency Suspension of Operating Authority Order until such time as Carrier takes the necessary steps to obtain compliance with the federal and state motor carrier safety rules and regulations. After Carrier submits verifiable evidence of the same to Staff, Staff will recommend that the Commission enter an order reinstating the Carrier's motor carrier operating authority.
- 12. Furthermore, Staff recommends the Commission order Carrier to attend a Commission-sponsored safety seminar within ninety (90) days from the date of this Order, and to provide Litigation Counsel with written proof of attendance.

#### IV. CONCLUSIONS OF LAW

13. The Commission finds it has jurisdiction over Carrier as the Carrier is a motor carrier as defined in 49 C.F.R. 390.5 as adopted by K.A.R. 82-4-3f.

- 14. The Commission finds Carrier failed to pay a fine levied by the FMCSA and was therefore placed out-of-service.
- 15. The Commission also finds Carrier's failure to comply with requirements of FMCSA is evidence of unsafe motor carrier operations, and as such poses a potential immediate threat to the safety and welfare of the public of the state of Kansas. Therefore, this Commission orders the Carrier to suspend all intrastate motor carrier operations, other than such motor carrier operations excepted from the Commission's regulation under K.S.A. 66-1,129, until such time as the carrier takes the necessary steps to become compliant. This includes, but is not limited to, submitting to Staff verifiable evidence of federal reinstatement and attendance of a Commission-sponsored safety seminar within ninety (90) days from the date of this Order. A schedule of dates and locations for the safety seminar found the Commission's website can he at http://www.kcc.state.ks.us/trans/safety meetings.htm. The proof of attendance at the safety seminar should be submitted to Litigation Counsel.

#### THE COMMISSION THEREFORE ORDERS THAT:

A. Smart Transport LLC of Merriam, Kansas is to be immediately suspended from all intrastate Kansas commercial motor carrier operations, other than such motor carrier operations excepted from the Commission's regulation under K.S.A. 66-1,129, until such time as Carrier presents to Staff verifiable evidence, including, but not limited to, proof of federal reinstatement. This Emergency Suspension of Operating Authority Order may also attach and apply to the operations of successor entities, including any motor carrier entity or entities established or used to avoid the consequences of any Order to cease operations or suspend operating authority.

- B. Smart Transport LLC, of Merriam, Kansas, is hereby ordered to attend a Commission-sponsored safety seminar within ninety (90) days from the date of this Order and provide Litigation Counsel with written proof of attendance.
- C. Pursuant to K.S.A. 77-537 and K.S.A. 77-542, any party may request a hearing on the above issues by submitting a written request, setting forth the specific grounds upon which relief is sought, to the Executive Director, at 1500 S.W. Arrowhead Road Topeka, Kansas 66604, within fifteen (15) days from the date of service of this Order. Pursuant to K.S.A. 66-1,129a, hearings will be held within ten (10) days upon written request. Failure to timely request a hearing will result in a waiver of Carrier's right to a hearing, and this Order will become a Final Order against Carrier, suspending Carrier's motor carrier intrastate operations, ordering Carrier to attend a Commission-sponsored safety seminar within the next ninety (90) days and provide Litigation Counsel with written proof of attendance.
- D. Attorneys for all parties shall enter their appearances in Commission proceedings by giving their names and addresses for the record.
- E. Failure to comply with the provisions of this Order may result in further sanctions to include, but not limited to, the assessment of civil penalties and/or the impoundment of commercial motor vehicles found operating in violation of this Order and any other remedies available to the Commission by law, without further notice.
- F. The Commission retains jurisdiction over the subject matter and the parties for the purpose of entering such further orders, as necessary.

# BY THE COMMISSION IT IS SO ORDERED.

French, (	Chairperson; Keen, Commission	ner; Duffy, Commissioner
Dated: _	10/14/2021	_
		Lynn M. Ref
		Lynn M. Retz Executive Director

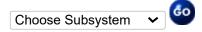
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10/7/21, 11:21 AM Out of Service Records









# **Out of Service Records**



USDOT Number:	3040857	Company Type:	CARRIER	Status:	ACTIVE
Legal Name:	SMART TRANSPORT LLC				
Physical Address:	9968 W 51ST TER, MERRIAM, KS 66203				
Carrier is currently under a Federal OOS					

OOS Date	State	Rescind Date	Reason Description
10/05/2021			90 DAY FAILURE TO PAY FINE

Options for this Company 🗸 👶

October 07, 2021

| Cargo Tank Search | Company Information | Crash | Inspection | Monitoring | Reports | Review |
Safety Audit



FMCSA Home | Feedback | Privacy Policy | USA.gov | Freedom of Information Act (FOIA) | Accessibility | OIG Hotline | Web Policies and Important Links | Plug-ins

Federal Motor Carrier Safety Administration
1200 New Jersey Avenue SE, Washington, DC 20590 - 1-800-832-5660 - TTY: 1-800-877-8339 - Field Office Contacts



Kansas
Corporation Commission

Phone: 785-271-3100 Fax: 785-271-3354 http://kcc.ks.gov/

Laura Kelly, Governor

Andrew J. French, Chairperson Dwight D. Keen, Commissioner Susan K. Duffy, Commissioner

### REPORT AND RECOMMENDATION TRANSPORTATION DIVISION

**TO:** Andrew J. French, Chairperson

Dwight D. Keen, Commissioner Susan K. Duffy, Commissioner

**FROM:** Mike Hoeme, Director of Transportation

Gary Davenport, Deputy Director of Transportation

**DATE:** October 7, 2021

**SUBJECT: Docket No. 22-TRAM-163-OOS** 

In the Matter of the Emergency Suspension of Operating Authority of **Smart Transport LLC of Merriam, Kansas**, for Failure to Comply with New Entrant Safety Requirements as Required by the Motor Carrier Safety Statutes, Rules and

Regulations.

### **EXECUTIVE SUMMARY:**

Smart Transport LLC (Carrier) is a common motor carrier, primarily hauling general freight. Carrier operates under United States Department of Transportation (USDOT) No. 3040857. On October 5, 2021, the Federal Motor Carrier Safety Administration (FMCSA) the Federal Motor Carrier Safety Administration (FMCSA) placed the Carrier out-of-service for failure to pay a fine.

Staff recommends the Commission issue an Emergency Suspension of Operating Authority Order until such time as Carrier takes the necessary steps to obtain compliance with the federal and state motor carrier safety rules and regulations. After Carrier submits verifiable evidence of the same to Staff, Staff will recommend that the Commission enter an order reinstating the Carrier's motor carrier operating authority.

### **DISCUSSION AND ANALYSIS:**

K.S.A. 66-1,129a states:

a) The commission, at any time for good cause shown, may suspend the operation of any motor carrier subject to economic or safety rules and regulations adopted by the commission. Upon notice and an opportunity to be heard in accordance with the provisions of the Kansas administrative procedure act, the commission may revoke, amend, initiate sanctions or fine any motor carrier who has a certificate, license or permit issued by the commission or is subject to the safety

rules and regulations adopted by the commission. Any motor carrier suspended prior to a hearing must be afforded the opportunity of a hearing on the matter. If such a hearing is requested, the hearing shall be held within 10 days of the request.

On October 5, 2021, the FMCSA placed the Carrier out-of-service for failure to pay a fine.

It is the policy of the Transportation Division that when the FMCSA suspends a Kansas based carrier from interstate operations that Staff recommends the Commission issues an order suspending the Carrier from intrastate operations. Suspension from interstate operations by the FMCSA is an indication the Carrier has unsafe safety practices that may pose a danger to the motoring public of Kansas.

### **RECOMMENDATION:**

Staff asks the Commission to find that Carrier 1.) received sufficient notice from the FMCSA of the violation(s) of motor carrier safety rules and regulations, and a requisite opportunity to correct the violation(s) and to obtain compliance; 2.) failed to act upon the FMCSA's notice; and that 3.) Carrier's failure to comply with the requirements of the FMCSA is sufficient evidence of unsafe motor carrier operations and as such poses a potential immediate threat to the safety and welfare of the public of the state of Kansas.

Based on the presented facts, Staff recommends the Commission issue an Emergency Suspension of Operating Authority Order until such time as Carrier takes the necessary steps to obtain compliance with the federal and state motor carrier safety rules and regulations. After Carrier submits verifiable evidence of the same to Staff, Staff will recommend that the Commission enter an order reinstating the Carrier's motor carrier operating authority.

Furthermore, Staff recommends the Commission order Carrier to attend a Commission-sponsored safety seminar within ninety (90) days from the date of the Order, and to provide Litigation Counsel with written proof of attendance.

# **CERTIFICATE OF SERVICE**

### 22-TRAM-163-OOS

I, the undersigned, certify that a true copy of	the attached Order has been served to the following by means of
first class mail and electronic service on	10/14/2021
Abdulla Abdelamir, MEMBER Smart Transport LLC 554 S 11th St Kansas City, KS 66105	AHSAN LATIF, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604 a.latif@kcc.ks.gov
	/S/ DeeAnn Shupe
	DeeAnn Shupe