SENATE/HOUSE FILE BY (PROPOSED DEPARTMENT OF WORKFORCE DEVELOPMENT BILL)

 Passed Senate, Date
 Passed House, Date

 Vote:
 Ayes

 Approved
 Vote:

## A BILL FOR

1 An Act relating to the boiler and pressure vessel safety program 2 enforced by the division of labor services of the department 3 of workforce development. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 5 TLSB 1350DP 82 6 ak/je/5

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1 1 Section 1. Section 89.3, subsections 3 and 4, Code 2007, 2 are amended by striking the subsections. 1 1 1 3 Sec. 2. Section 89.3, subsection 8, Code 2007, is amended 1 4 to read as follows: 1 8. Internal inspections of cast aluminum steam, cast 5 6 aluminum hot water heating, sectional cast iron steam, and 1 7 cast iron hot water heating boilers shall be conducted only as 8 deemed necessary by the commissioner. External operating
 9 inspections shall be conducted annually. 1 10 Sec. 3. Section 89.3, subsection 9, Code 2007, is amended 1 11 to read as follows: 1 12 9. Internal inspections of steel hot water boilers shall 1 13 be conducted once every six years. The initial inspection of 1 14 all affected boilers shall be apportioned by the commissioner 1 15 over the six-year period after July 1, 1978. External 1 16 operating inspections shall be conducted annually. 1 17 Sec. 4. Section 89.7, Code 2007, is amended by striking 1 18 the section and inserting in lieu thereof the following: 1 19 89.7 SPECIAL INSPECTORS. 1. The inspection required by this chapter shall not be 1 20 1 21 made by the commissioner if an owner or user of equipment 1 22 specified by this chapter obtains an inspection by a 1 23 representative of a reputable insurance company and obtains a 1 24 policy of insurance upon the equipment from that insurance 25 company. 26 2. The representative conducting the inspection shall be 26 a special inspector for 1 1 1 27 commissioned by the commissioner as a special inspector for 28 the year during which the inspection occurs and shall meet 29 such other requirements as the commissioner may by rule 1 1 1 30 establish. The commission shall be valid for one year and the 1 31 special inspector shall pay a fee for the issuance of the 32 commission. The commissioner shall establish the amount of 33 the fee by rule. The commissioner shall establish rules for 1 1 1 34 the issuance and revocation of special inspector commissions. 1 35 The rules are subject to the requirements of chapter 17A. 2 3. The insurance company shall file a notice of insurance 1 2 coverage on forms approved by the commissioner stating that 2 2 3 the equipment is insured and that inspection shall be made in 2 4 accordance with section 89.3. 2 5 4. The special inspector shall provide the user and the 2 6 commissioner with an inspection report including the nature 2 and extent of all defects and violations, in a format approved 7 2 8 by the labor commissioner. 9 5. The failure of a special inspector to inform the 2 2 2 10 commissioner of violations shall not subject the commissioner 11 to liability for any damages incurred. 12 Sec. 5. <u>NEW SECTION</u>. 89.7A CERTIFICATES. 13 1. The commissioner shall issue a certificate of 2 12 2 2 14 inspection valid for the period specified in section 89.3 2 15 after the payment of a fee, the filing of an inspection 2 16 report, and the correction or other appropriate resolution of 2 17 any defects identified in the inspection report.

2 18 2. The owner or user of any equipment covered in this 2 19 chapter, or persons in charge of such equipment, shall not 2 20 allow or permit a greater pressure in any unit than is stated 2 21 in the certificate of inspection issued by the commissioner.2 22 3. The commissioner shall indicate to the user whether or 2 22 2 23 not the equipment may be used without making repair or 2 24 replacement of defective parts, or whether or how the 2 25 equipment may be used in a limited capacity before repairs or 2 26 replacements are made, and the commissioner may permit the 2 27 user a reasonable time to make such repairs or replacements. 2 28 Section 89.11, Code 2007, is amended to read as Sec. 6. 2 29 follows: 2 30 89.11 INJUNCTION. In addition to <del>any and</del> all other remedies, if any owner, 32 user, or person in charge of any equipment covered by this 2 2 33 chapter, shall continue continues to use any equipment covered 2 2 34 by this chapter, after receiving a notice of defect an inspection report identifying defects and exhausting appeal 2 35 3 1 rights as provided by this chapter, without first correcting 3 2 the defects or making replacements, the commissioner may apply 3 to the district court or any judge thereof by petition in 4 equity, in an action brought in the name of the state, for a 5 writ of injunction to restrain the use of the alleged 3 3 3 6 defective equipment. <u>However, if the commissioner believes</u> 7 that the continued operation of equipment constitutes an 3 8 imminent danger that could seriously injure or cause death to 3 9 any person, in addition to all other remedies, the 3 10 commissioner may apply to the district court in the county in which the imminently dangerously condition exists for a 12 temporary order to enjoin the owner, user, or person in charge <u>13 before exhausting administrative appeals.</u> 14 Sec. 7. Section 89.14, subsections 5 and 8, Code 2007, are 3 3 14 3 15 amended to read as follows: 5. The board shall adopt rules pursuant to chapter 17A 3 16 3 17 necessary to administer the duties of the board. Rules 3 18 adopted by the board shall be in accordance with accepted 3 19 engineering standards and practices. The board shall adopt 3 20 rules relating to the equipment covered by this chapter that 3 21 are in accordance with the ASME code, which may include 3 22 addenda, interpretations, and code cases, as soon as 23 reasonably practical following publication by the American 24 society of mechanical engineers. The board shall adopt ru 3 3 <u>The board shall</u> <u>adopt rules</u> 3 25 to require that operation of equipment cease in the event of 3 <u>26 imminent danger</u> 3 27 8. The board shall establish fees for examinations, 3 28 commissions, inspections, annual statements, shop inspections, 3 29 and other services. The fees shall reflect the actual costs 3 30 and expenses necessary to operate the board and perform the 3 31 duties of the commissioner. 3 32 EXPLANATION 3 33 This bill establishes the same standards for inspection 3 34 reports and issuance of certificates regardless of whether the 35 inspection was performed by a special inspector or an 3 4 1 inspector who is a state employee. It also creates the same 2 authority for the commissioner to limit use of equipment 3 pending repairs or replacement regardless of whether the 4 4 4 4 inspection was performed by a special inspector or an 4 5 inspector who is a state employee. The bill substitutes the phrase "notice of insurance 4 6 4 7 coverage" for the phrase "certificate of inspection" to 8 describe the document used to notify the labor commissioner 4 4 9 that an insurance company is insuring an object and plans to 4 10 inspect it. The bill establishes a more consistent use of the 4 11 term "inspection report" in the boiler chapter. 4 12 The bill places into separate Code sections requirements 4 13 for inspections by special inspectors and the provisions 4 14 concerning certificates of inspection. 4 15 The bill creates an exemption from regular internal inspections for cast aluminum steam and cast aluminum hot 4 16 4 17 water heating boilers. 4 18 The bill strikes obsolete language permitting the 4 19 commissioner to apportion the initial inspection of all 4 20 affected steel hot water boilers over a six=year period 4 21 beginning in 1978. 4 22 The bill removes a conflict in the existing statute that 23 allows both the labor commissioner and the boiler and pressure 4 4 24 vessel board to set the fee for issuance of a special 4 25 inspector commission. The bill authorizes the labor commissioner to apply to the 4 26 4 27 district court for a writ of injunction to restrain the use of 4 28 imminently dangerous equipment without affording the owner an

- 4 29 opportunity for administrative appeal of the inspection 4 30 report. The bill requires the boiler and pressure vessel 4 31 board to adopt rules to require that the operation of 4 32 imminently dangerous equipment cease. 4 33 LSB 1350DP 82 4 34 ak:rj/je/5.3