SENATE FILE \_\_\_\_\_ BY KIBBIE

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_ Nays \_\_\_\_\_ Approved \_\_\_\_\_

## A BILL FOR

 An Act relating to advertising renewable fuels by the use of decals affixed to motor fuel pumps.
BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
TLSB 5570XS 82
da/rj/5

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Section 1. Section 159A.2, Code 2007, is amended by adding 1 2 the following new subsection: 1 1 3 NEW SUBSECTION. 5A. "E=85 gasoline" means the same as 1 4 defined in section 214A.1. 1 5 Sec. 2. Section 159A.6, subsection 2, Code 2007, is 6 amended to read as follows: 1 7 2. <u>a.</u> The office shall promote the advantages related to 8 the use of renewable fuels as an alternative to nonrenewable 1 1 9 fuels. Promotions shall be designed to inform the ultimate 1 1 10 consumer of advantages associated with using renewable fuels, 1 11 and emphasize the benefits to the natural environment. The 1 12 promotion shall inform consumers at the businesses of retail 1 13 dealers of motor vehicle fuels. 1 14 b. The committee shall develop standards for decals 1 15 required pursuant to section 214A.16, which shall be designed 1 16 to promote the advantages of using renewable fuels which are 17 E=85 gasoline, biodiesel, or biodiesel blended fuel. The 1 18 standards may be incorporated within a model decal adopted by 1 19 the committee and approved by the office. Sec. 3. Section 214A.16, Code 2007, is amended to read as 1 20 1 21 follows: 1 22 214A.16 NOTICE OF BLENDED FUEL CERTAIN RENEWABLE FUELS == 1 23 DECAL. 1 24 If motor fuel containing a renewable fuel which is E=85 <u>25 gasoline, biodiesel, or biodiesel blended</u> fuel is sold from a 1 26 motor fuel pump, the pump shall have affixed a decal 1 27 identifying the name of the renewable fuel. The decal may be 1 28 different based on the type of renewable fuel used. The 1 29 design and location of the decal shall be prescribed by rules 1 30 adopted by the department. A <u>The</u> decal identifying a 1 31 renewable fuel shall be consistent with standards adopted 1 32 pursuant to section 159A.6. The department may approve an 1 33 application to place  $\frac{1}{2}$  the decal in a special location on a 34 pump or container or use <del>a</del> <u>an alternative</u> decal with special 35 lettering or colors, if the decal appears clear and 1 conspicuous to the consumer. The application shall be made in 1 1 2 2 2 writing pursuant to procedures adopted by the department. 2 3 EXPLANATION 2 This bill provides that a retail dealer of motor fuel is no 4 2 5 longer required to place a renewable fuel decal on a motor 6 vehicle pump which dispenses renewable fuel, unless the motor 7 fuel is E=85 gasoline, biodiesel, or biodiesel blended fuel. 2 2 8 A renewable fuel is produced from a biomass and generally 2 2 9 includes either (1) some form of ethanol blended gasoline or 2 10 (2) biodiesel or some form of biodiesel blended fuel. Code 2 11 section 214A.1 defines "ethanol" as ethyl alcohol. Ethanol 2 12 blended gasoline includes so=called "E=10 gasoline" having a 2 13 mixture of 10 percent ethanol and "E-85 gasoline" which is a 2 14 mixture of between 70 and 85 percent ethanol. Code section 2 15 214A.1 defines "biodiesel" as being derived from vegetable 2 16 oils or animal fats. 2 17 The office of renewable fuels and coproducts and the 2 18 department of agriculture and land stewardship would still be 2 19 responsible for designing decals and the department would 2 20 continue to be responsible for the inspection and enforcement

2 21 of requirements relating to their placement on motor fuel 2 22 pumps. 2 23 LSB 5570XS 82 2 24 da/rj/5