## House File 445 - Introduced

HOUSE FILE BY REASONER Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_ Vote: Ayes \_\_\_\_ Nays \_\_\_ Nays \_\_\_ A BILL FOR

1 An Act relating to biodiesel fuel, by providing for labeling
2 requirements, and providing for the extension of a tax credit.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 4 TLSB 2307YH 83 5 da/nh/8

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Section 1. Section 214A.2, subsection 5, Code 2009, is 2 amended to read as follows:

5. Ethanol blended gasoline shall be designated E=xx where 4 "xx" is the volume percent of ethanol in the ethanol blended 5 gasoline and biodiesel <u>fuel</u> shall be designated B=xx where 1 6 "xx" is the volume percent of biodiesel.

Sec. 2. Section 214A.16, subsection 1, Code 2009, is

7 Sec. 2. Section 214A.16 8 amended to read as follows: 1. a. If motor fuel containing a renewable fuel ethanol 10 blended gasoline is sold from a motor fuel pump, the pump 1 11 shall have affixed a decal identifying the name of the 12 renewable fuel ethanol blended gasoline. The decal shall be 13 different based on the type of renewable fuel dispensed. If 1 14 the motor fuel pump dispenses ethanol blended gasoline 1 15 classified as higher than standard ethanol blended gasoline 1 16 pursuant to section 214A.2, the decal shall contain the 1 17 following notice: "FOR FLEXIBLE FUEL VEHICLES ONLY".

1 18 <u>b. If biodiesel fuel is sold from a motor fuel pump, the</u>
1 19 pump shall have affixed a decal identifying the biodiesel fuel

1 20 as provided in 16 C.F.R. pt. 306. 1 21 Sec. 3. Section 422.11P, subsection 6, Code 2009, is 1 22 amended to read as follows:

6. This section is repealed January 1, <del>2012</del> <u>2015</u>. Sec. 4. Section 422.33, subsection 11C, paragraph d, Code 1 23 1 24

1 25 2009, is amended to read as follows: 1 26 d. This subsection is repealed on January 1, 2012 2015.

1 27 Sec. 5. 2006 Iowa Acts, chapter 1142, section 49, 1 28 subsection 5, is amended to read as follows: 1 29 5. For a retail dealer who may claim a biodiesel blended 1 30 fuel tax credit under section 422.11P or 422.33, subsection 1 31 11C, as enacted in this Act, in calendar year 2011 and whose 1 32 tax year ends prior to December 31, 2011, the retail dealer 1 33 may continue to claim the tax credit in the retail dealer's 1 34 following tax year. In that case, the tax credit shall be 35 calculated in the same manner as provided in section 422.11P 1 or 422.33, subsection 11C, as enacted in this Act, for the 2 remaining period beginning on the first day of the retail 3 dealer's new tax year until December 31, 2014. For that 4 remaining period, the tax credit shall be calculated in the 5 same manner as a retail dealer whose tax year began on the 6 previous January 1 and who is calculating the tax credit on 7 December 31, 2014.

EXPLANATION

2 10 This bill provides that a retail dealer who sells biodiesel 2 11 fuel must affix a decal to the motor fuel pump identifying the 2 12 biodiesel fuel when it contains a certain percentage of 2 13 biodiesel as provided by federal law, and specifically 2 14 regulations of the federal trade commission. The bill 2 15 eliminates a state requirement that provides for the general 2 16 labeling of biodiesel fuel sold at motor fuel pumps that 2 17 contain any biodiesel. 2 18 The bill amends provisions creating a biodiesel blended

2 19 fuel tax credit available to a retail dealer of biodiesel 2 20 blended fuel during each tax year until the tax credit expires

- 2 21 on January 1, 2012. The bill extends the expiration date 2 22 until January 1, 2015. 2 23 LSB 2307YH 83 2 24 da/nh/8