SENATE FILE _____ BY BOLKCOM

(COMPANION TO LSB 2089HH BY REICHERT)

Passed Senate, Date _____ Passed House, Date _____ Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

A BILL FOR

1 An Act relating to the membership and administration of the Iowa 2 propane education and research council, increasing an 3 assessment, and providing an effective date. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 5 TLSB 2089SS 83 6 rn/nh/5

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Section 1. Section 101C.2, subsection 8, Code 2009, is 1 1 2 amended by striking the subsection. 3 Sec. 2. Section 101C.3, subsections 1 and 4, Code 2009, 1 1 4 are amended to read as follows: 1 1 5 1. The Iowa propane education and research council is 1 6 established. Members of the council shall be appointed by the 7 governor from a list of nominees submitted by qualified 1 8 propane industry organizations within thirty days after May 9 24, 2007, and by December 15 of each year thereafter. The 1 10 council shall consist of ten voting members, nine of whom 1 11 represent retail propane marketers and one of whom shall be $\frac{1}{2}$ 12 public member the administrator of the division of community 13 action agencies of the department of human rights. Members of <u>1 14 the council other than the administrator shall be appointed by</u> 15 the fire marshal from a list of nominees submitted by 16 gualified propane industry organizations by December 15 of <u>1 17 each year.</u> Qualified propane industry organizations shall 1 18 together nominate all members of the council. A vacancy in 1 19 the unfinished term of a council member shall be filled for 1 20 the remainder of the term in the same manner as the original 1 21 appointment was made. Other than the <u>public member</u> 1 22 <u>administrator</u>, council members shall be full=time employees or 1 23 owners of a propane industry business or representatives of an 1 24 agricultural cooperative actively engaged in the propane 25 industry. An employee of a qualified propane industry 26 organization shall not serve as a member of the council. 1 1 An 1 27 officer of the board of directors of a qualified propane 1 28 industry organization or propane industry trade association 1 29 shall not serve concurrently as a member of the council. The 1 30 fire marshal or a designee may serve as an ex officio, 1 31 nonvoting member of the council. 32 4. A council member, other than the public member, shall 33 not receive compensation for the council member's service and 1 32 1 1 34 shall not be reimbursed for expenses relating to the council 1 35 member's service. The public member shall receive a per diem 1 as specified in section 7E.6 and shall be reimbursed for 2 2 2 actual expenses incurred in performing official duties of the <u>3 council not to exceed forty days per year.</u> A member of the 4 council shall not be a salaried employee of the council or of 2 2 5 any organization or agency which receives funds from the 2 2 6 council. 7 Sec. 3. Section 101C.4, subsection 1, Code 2009, is 8 amended to read as follows: 2 2 2 9 1. The council and its activities shall be funded by an 2 10 annual assessment. Upon establishment of the council and each 2 11 year thereafter the annual assessment shall be made at a rate 2 11 year thereafter the annual assessment shall be made at a rate 2 12 of one=tenth two=tenths of one cent on each gallon of odorized 2 13 propane sold. <u>One=half of the assessment shall be used for</u> 2 14 energy efficiency programs dedicated to weatherization.

15 acquisition and installation of energy=efficient customer 2 16 appliances, and energy efficiency education. Sec. 4. Section 101C.14, Sec. 5. EFFECTIVE DATE. Section 101C.14, Code 2009, is repealed. 2 17 2 18 Sec. 5. EFFECTIVE DATE. The section of this Act amending 2 19 section 101C.4, subsection 1, takes effect January 1, 2010. 2 20 EXPLANATION This bill modifies the membership of the Iowa propane 2 21 2 22 education and research council. Current law provides for nine 2 23 members of the council representing retail propane marketers, 2 24 and one "public member" of the council who represents a 2 25 significant user of propane, a public safety official, a state 2 26 regulatory official, or another group knowledgeable about 2 27 propane. The bill deletes references to a public member, 2 28 instead providing that the tenth member shall be the 2 29 administrator of the division of community action agencies of 2 30 the department of human rights. The bill makes conforming 31 changes elsewhere in Code chapter 101C.
32 The bill also provides for an increase in the annual 2 2 33 assessment imposed pursuant to Code section 101C.4 to fund the 2 2 34 expenses and activities of the council from the current rate 35 of one=tenth of 1 cent to two=tenths of 1 cent on each gallon 1 of odorized propane sold. The bill directs that one=half of 2 3 3 2 the assessment shall be used for energy efficiency programs 3 3 dedicated to weatherization, acquisition and installation of 3 4 energy=efficient customer appliances, and energy efficiency 3 5 education. The bill provides that the assessment increases 3 6 and the dedication of a portion of the assessments 3 7 specifically to energy efficiency programs take effect January 3 8 1, 2010. 3 The bill additionally repeals a future repeal date for the 9 3 10 Code chapter of December 31, 2014. 3 11 LSB 2089SS 83

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