SENATE FILE

BY COMMITTEE ON ENVIRONMENT

AND ENERGY INDEPENDENCE

(SUCCESSOR TO SF 135)

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

A BILL FOR

1 An Act relating to the membership and administration of the Iowa 2 propane education and research council, increasing an assessment and providing an effective date

3 assessment, and providing an effective date. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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Section 1. Section 101C.2, Code 2009, is amended by adding
    2 the following new subsections:
          NEW SUBSECTION. 2A. "Energy star certification" means
   4 meeting energy efficiency standards and guidelines pursuant to
    5 the energy star program developed and jointly administered by
   6 the United States environmental protection agency and United
1 7 States department of energy.

1 8 NEW SUBSECTION. 13. "Weatherization" means activities

1 9 designed to promote or enhance energy efficiency in a

1 10 residence or other building including but not limited to the
1 11 installation of attic, wall, foundation, crawlspace, water 1 12 heater, and pipe insulation; air sealing including caulking 1 13 and weather=stripping of windows and doors; installation of
1 14 windows and doors that qualify for energy star certification;
1 15 the performance of home energy audits; programmable thermostat
1 16 installation; and carbon monoxide and radon inspection and
1 17 detection system installation.
1 18
         Sec. 2. Section 101C.2, subsection 8, Code 2009, is
1 19 amended by striking the subsection.
1 20 Sec. 3. Section 101C.3, subsections 1 and 4, Code 2009,
1 21 are amended to read as follows:
  22
          1. The Iowa propane education and research council is
1 23 established. Members of the council shall be appointed by the
  24 governor from a list of nominees submitted by qualified
1 25 propane industry organizations within thirty days after May 1 26 24, 2007, and by December 15 of each year thereafter. The
1 27 council shall consist of ten voting members, nine of whom
1 28 represent retail propane marketers and one of whom shall be \frac{\mathbf{a}}{\mathbf{b}}
  29 public member the administrator of the division of community 30 action agencies of the department of human rights, or the
1 31 administrator's designee. Qualified propane industry
   32 organizations shall together nominate all members of the
   33 council. Members of the council other than the administrator,
  34 or the administrator's designee, shall be appointed by the
  35 fire marshal from a list of nominees submitted by qualified
   1 propane industry organizations by December 15 of each year.
2 vacancy in the unfinished term of a council member shall be
   3 filled for the remainder of the term in the same manner as the
    4 original appointment was made. Other than the public member
   5 <u>administrator</u>, <u>or the administrator's designee</u>, council
   6 members shall be full=time employees or owners of a propane
    7 industry business or representatives of an agricultural
   8 cooperative actively engaged in the propane industry. An 9 employee of a qualified propane industry organization shall
2 10 not serve as a member of the council. An officer of the board 2 11 of directors of a qualified propane industry organization or
2 11 of directors of a qualified propane industry organization or 2 12 propane industry trade association shall not serve
2 13 concurrently as a member of the council. The fire marshal or
2 14 a designee may serve as an ex officio, nonvoting member of the
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2 15 council. 4. A council member, other than the public member, shall 2 17 not receive compensation for the council member's service and 2 18 shall not be reimbursed for expenses relating to the council 2 19 member's service. The public member shall receive a per diem 2 20 as specified in section 7E.6 and shall be reimbursed for 2 21 actual expenses incurred in performing official duties of the 2 22 council not to exceed forty days per year. A member of the 2 23 council shall not be a salaried employee of the council or of 2 24 any organization or agency which receives funds from the 2 25 council. 2 26 Sec. 4. Section 101C.4, subsection 1, Code 2009, is 2 27 amended to read as follows: 28 1. The council and its activities shall be funded by an 29 annual assessment. Upon establishment of the council and each 2 30 year thereafter the annual assessment shall be made at a rate 31 of one-tenth two-tenths of one cent on each gallon of odorized 32 propane sold. One-half of the assessment shall be used for 33 energy efficiency programs dedicated to weatherization, 34 acquisition and installation of energy=efficient customer 35 appliances that qualify for energy star certification,
1 installation of low=flow faucets and showerheads, and energy 2 efficiency education. The council shall by rule establish 3 quality standards in relation to weatherization and appliance 4 installation. Sec. 5. Section 101C.11, Code 2009, is amended to read as 6 follows: 101C.11 REPORT. The council shall prepare and submit an annual report to 9 the fire marshal and the auditor of state summarizing the 3 10 activities of the council conducted pursuant to this chapter. 3 11 The report shall show all income, expenses, and other relevant 3 12 information concerning assessments collected and expended 3 13 under this chapter. The report shall also include a summary 14 of the energy efficiency programs administered pursuant to the 3 15 assessment in section 101C.4, subsection 1, and energy 16 efficiency expenditures made pursuant thereto. 3 17 Sec. 6. Section 101C.14, Code 2009, is repealed.
3 18 Sec. 7. EFFECTIVE DATE. The section of this Act amending
3 19 section 101C.4, subsection 1, takes effect January 1, 2010. 3 20 EXPLANATION This bill modifies the membership of the Iowa propane 3 21 3 22 education and research council. Current law provides for nine

3 23 members of the council representing retail propane marketers, 3 24 and one "public member" of the council who represents a 3 25 significant user of propane, a public safety official, a state 26 regulatory official, or another group knowledgeable about 27 propane. The bill deletes references to a public member, 3 28 instead providing that the tenth member shall be the 3 29 administrator of the division of community action agencies of 30 the department of human rights or the administrator's 31 designee. The bill makes conforming changes elsewhere in Code 3 32 chapter 101C.

The bill also provides for an increase in the annual 34 assessment imposed pursuant to Code section 101C.4 to fund the 35 expenses and activities of the council from the current rate 1 of one=tenth of 1 cent to two=tenths of 1 cent on each gallon 2 of odorized propane sold. The bill directs that one=half of 3 the assessment shall be used for energy efficiency programs 4 dedicated to weatherization, acquisition, and installation of 5 energy star certified customer appliances, and energy 6 efficiency education. The bill defines "weatherization" to 7 refer to a nonexclusive list of energy efficiency activities 4 8 specified in the bill, and defines what is meant by "energy 4 9 star certification". The bill provides that the assessment 4 10 increases and the dedication of a portion of the assessments 11 specifically to energy efficiency programs take effect January 4 12 1, 2010.

The bill adds to current reporting requirements a summary 13 4 14 of the council's energy efficiency activities and 4 15 expenditures.

The bill additionally repeals a future repeal date for the 4 17 Code chapter of December 31, 2014.

4 18 LSB 2089SV 83

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