SECOND REGULAR SESSION [P E R F E C T E D] SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 788

93RD GENERAL ASSEMBLY

Reported from the Committee on Commerce, Energy and the Environment, April 3, 2006, with recommendation that the Senate Committee Substitute do pass.

Senate Committee Substitute for Senate Bill No. 788, adopted April 11, 2006.

Taken up for Perfection April 11, 2006. Bill declared Perfected and Ordered Printed.

3932S.03P

TERRY L. SPIELER, Secretary.

AN ACT

To repeal sections 323.020 and 323.100, RSMo, and to enact in lieu thereof two new sections relating to the Missouri propane safety act.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 323.020 and 323.100, RSMo, are repealed and two new 2 sections enacted in lieu thereof, to be known as sections 323.020 and 323.100, to 3 read as follows:

323.020. 1. The director of the department of agriculture shall make, 2 promulgate and enforce regulations setting forth general standards covering the design, construction, location, installation and operation of equipment for storing, 3 4 handling, transporting by tank truck, tank trailer, and utilizing liquefied $\mathbf{5}$ petroleum gases and specifying the odorization of such gases and the degree 6 thereof. The regulations shall be such as are reasonably necessary for the 7 protection of the health, welfare and safety of the public and persons using such materials, and shall be in substantial conformity with the generally accepted 8 standards of safety concerning the same subject matter. Such regulations shall 9 be adopted by the director of the department of agriculture pursuant to chapter 10536, RSMo. Any rule or portion of a rule, as that term is defined in section 11 536.010, RSMo, that is promulgated under the authority of this chapter, shall 1213become effective only if the agency has fully complied with all of the requirements of chapter 536, RSMo, including but not limited to section 536.028, RSMo, if 1415applicable, after January 1, 1999. All rulemaking authority delegated prior to 16 January 1, 1999, is of no force and effect and repealed as of January 1, 1999,

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17 however nothing in this act shall be interpreted to repeal or affect the validity of 18 any rule adopted and promulgated prior to January 1, 1999. If the provisions of 19 section 536.028, RSMo, apply, the provisions of this section are nonseverable and 20 if any of the powers vested with the general assembly pursuant to section 536.028, 21 RSMo, to review, to delay the effective date, or to disapprove and annul a rule or 22 portion of a rule are held unconstitutional or invalid, the purported grant of 23 rulemaking authority and any rule so proposed and contained in the order of 24 rulemaking shall be invalid and void, except that nothing in this act shall affect 25 the validity of any rule adopted and promulgated prior to January 1, 1999.

26 2. Except as specifically provided in subsection 1 of section 323.060, 27 regulations in substantial conformity with the published standards of the National 28 [Board of Fire Underwriters] Fire Protection Association for the design, 29 installation and construction of containers and pertinent equipment for the 30 storage and handling of liquefied petroleum gases as recommended by the 31 National Fire Protection Association shall be deemed to be in substantial 32 conformity with the generally accepted standards of safety concerning the same 33 subject matter.

34 3. The director shall establish an advisory committee which shall
 35 consist of seven members as follows:

36 (1) One member representing the department of agriculture;

37 (2) One member representing the state fire marshals office;

38 (3) One member representing the Missouri Propane Gas
 39 Association;

40 (4) One member actively conducting business as a retailer of 41 propane gas;

42 (5) One member representing wholesalers or resellers of propane43 gas;

44 (6) One member representing the transportation of propane gas45 or affiliated industries;

46 (7) One member representing companies that service, repair and 47 install liquefied petroleum gas appliances, tanks, and equipment.

48 With the exception of the members representing the department of 49 agriculture and the state fire marshal, the remaining members 50 appointed by the director shall serve three-year terms except that the 51 director shall designate one of the original appointees to be appointed 52 for one year, two members to be appointed for two years, and two

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53 members to be appointed for three years.

544. The advisory committee established under this section shall report to the director of agriculture. The committee shall monitor the 55activity of the inspection program and recommend to the director any 56statutory or administrative changes as may be necessary to assure the 57efficient and effective operation of the inspection program. The 58committee shall meet as determined or deemed necessary by the 59director. Actual expenses incurred by committee members in 60 association with said committee activity shall be reimbursable from the 61 fee fund created in section 323.100. Expense reimbursement requests 62shall be documented and submitted to the department of agriculture 63 fiscal office on an approved expense account form provided by the 64 director at the end of the month in which the expense was incurred. 65

323.100. 1. The director of the department of agriculture shall annually 2 inspect and test all liquid meters used for the measurement and retail sale of 3 liquefied petroleum gas and shall condemn all meters which are found to be 4 inaccurate. All meters shall meet the tolerances and specifications of the National 5 Institute of Standards and Technology Handbook 44, 1994 edition and supplements thereto. It is unlawful to use a meter for retail measurement and 6 7 sale which has been condemned. All condemned meters shall be conspicuously marked "inaccurate", and the mark shall not be removed or defaced except upon 8 9 authorization of the director of the department of agriculture or his authorized representative. It is the duty of each person owning or in possession of a meter 10 11 to pay to the director of the department of agriculture at the time of each test a testing fee of ten dollars, except that the testing fee herein provided for shall not 12be applied more than once in a calendar year to each meter tested. 13

2. The fee for the inspection of retail liquid propane meters and 14the safety inspection in the storage, handling, transportation, and 1516utilization of liquefied petroleum gas shall be fixed by the director of the department of agriculture at a minimum rate of one-tenth of one 17cent per gallon of odorized propane which shall approximately yield 18 revenue equal to the expenses of administering the provisions of this 1920chapter, except that until December 31, 2006, the rate shall be two-21 tenths of one cent per gallon and beginning January 1, 2007, the fee shall not be less than one-tenth per gallon nor exceed three-tenths cent 2223 per gallon of odorized propane.

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3. The owner of propane immediately prior to odorization in this state or the owner at the time of import into this state of odorized propane shall be responsible for the payment of fees on the volume at the time of import or odorization. Fees shall be remitted to the director of revenue, on forms prescribed by the director, on a monthly basis by the twenty-fifth of the month following the month of collection. Non odorized propane shall not be subject to fees until odorized. Fees on liquefied petroleum gas shall be paid on gallons received, less any exports out of state. When the inspection fee has been paid on liquefied petroleum gas which is then shipped out of this state for use, sale or distribution, credit or refund shall be allowed for the amount so paid.

4. Annually the director of agriculture shall ascertain the total 3536 expenses for administering sections 323.010 to 323.110 during the 37 preceding year, and shall forward a copy of such expenses to the 38 director of revenue. Based on the recommendations from the 39 department of agriculture, the director of revenue shall fix the 40 inspection fee for the ensuing calendar year at such a rate per gallon, 41 within the limits established by subsection 2 of this section, as will 42 approximately yield revenues equal to the expenses of administering 43 sections 323.010 to 323.110 during the preceding calendar year and shall 44 collect the fees and deposit them in the state treasury to the credit of the "Liquefied Petroleum Gas Inspection Fund" which is hereby 4546 created. After August 28, 2006, all expenses of administering sections 47 323.010 to 323.110 shall be paid from appropriations made out of the 48 liquefied petroleum gas inspection fund.

5. The unexpended balance in the fund at the end of each fiscal year shall not be transferred to the general revenue fund of the state, and the provisions of section 33.080, RSMo, relating to the transfer of funds to the general revenue fund of the state by the state treasurer shall not apply to this fund.

6. The state treasurer shall invest all sums in the liquefied petroleum gas fee fund not needed for current operating expenses in interest-bearing banking accounts or United States obligations in the manner provided by law. All yield, increment, gain, interest, or income derived from the investment of these sums shall accrue to the benefit of, and be deposited within the state treasury to the credit of the liquefied petroleum gas inspection fee fund.

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61 7. The provisions of this section shall not apply to the provisions
62 of section 23.253, RSMo.

Unofficial

Bill

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